

**A D N H Catering plc**

**Review report and condensed consolidated interim  
financial information for the twelve-month period  
ended 30 September 2024 (Unaudited)**

# **A D N H Catering plc**

## **Review report and condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (Unaudited)**

|                                                                                  | <b>Page</b>   |
|----------------------------------------------------------------------------------|---------------|
| <b>Review report on the condensed consolidated interim financial information</b> | <b>1</b>      |
| <b>Condensed consolidated interim statement of financial position</b>            | <b>2</b>      |
| <b>Condensed consolidated interim statement of profit or loss</b>                | <b>3</b>      |
| <b>Condensed consolidated interim statement of comprehensive income</b>          | <b>4</b>      |
| <b>Condensed consolidated interim statement of changes in equity</b>             | <b>5</b>      |
| <b>Condensed consolidated interim statement of cash flows</b>                    | <b>6 - 7</b>  |
| <b>Notes to the condensed consolidated interim financial information</b>         | <b>8 – 33</b> |

# Review report on condensed consolidated interim financial information to the Board of Directors of A D N H Catering plc

---

## Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of A D N H Catering plc (the 'Company') and its subsidiaries (the 'Group') as at 30 September 2024 and the related condensed consolidated interim statements of profit and loss and comprehensive income for the three-month and twelve-month periods then ended, and condensed consolidated interim statements of changes in equity and cash flows for the twelve-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with the International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34"). 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 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting."

---

## Emphasis of matter

We draw attention to the fact that, as disclosed in Note 1, following the reorganisation, the Group changed its financial year end from 30 September to 31 December to align itself with the year end of its ultimate parent, Abu Dhabi National Hotels Company PJSC. As a result, the condensed interim consolidated financial information is for a period of twelve months which is considered as an interim period.

Our conclusion is not modified in respect of this matter.

---

## Other matter

The comparative information for the condensed consolidated interim statement of financial position as at 30 September 2023 has not been audited or reviewed, further the comparative information for the condensed consolidated interim statements of profit and loss and comprehensive income for the three-month and twelve-month periods then ended, and the condensed consolidated interim statements of changes in equity and cash flows for the twelve-month period ended 30 September 2023 have not been audited or reviewed.

PricewaterhouseCoopers Limited Partnership (ADGM Branch)

  
.....7 November 2024

Nizar Jichi  
Abu Dhabi, United Arab Emirates

PricewaterhouseCoopers Limited Partnership (ADGM Branch), ADGM License no. 000000256  
Al Khatem Tower, Abu Dhabi Global Market, 25th Floor, PO Box 45263  
Abu Dhabi - United Arab Emirates  
Tel: +971 2 694 6800, fax: +971 2 6456610  
[www.pwc.com/me](http://www.pwc.com/me)

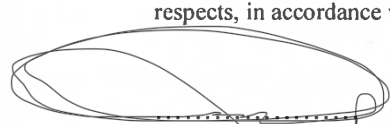
PricewaterhouseCoopers Limited Partnership is registered in the Abu Dhabi Global Market.

# A D N H Catering plc

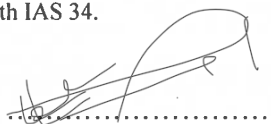
## Condensed consolidated interim statement of financial position

|                                                  |      | As at                                      |                                                                |
|--------------------------------------------------|------|--------------------------------------------|----------------------------------------------------------------|
|                                                  | Note | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
| <b>ASSETS</b>                                    |      |                                            |                                                                |
| <b>Non-current assets</b>                        |      |                                            |                                                                |
| Property and equipment                           | 5    | 17,988,045                                 | 14,958,362                                                     |
| Right-of-use assets                              | 6    | 67,823,148                                 | 86,656,545                                                     |
| Intangible assets                                | 7    | 283,258,108                                | 285,534                                                        |
| Investment in a joint venture                    | 8    | 10,369,138                                 | -                                                              |
|                                                  |      | <u>379,438,439</u>                         | <u>101,900,441</u>                                             |
| <b>Current assets</b>                            |      |                                            |                                                                |
| Inventories                                      | 9    | 11,832,654                                 | 6,819,045                                                      |
| Trade and other receivables                      | 10   | 633,686,936                                | 567,478,224                                                    |
| Due from related parties                         | 11   | 9,795,543                                  | 27,041,715                                                     |
| Cash and bank balances                           | 12   | 133,953,637                                | 165,697,328                                                    |
|                                                  |      | <u>789,268,770</u>                         | <u>767,036,312</u>                                             |
| <b>Total assets</b>                              |      | <u>1,168,707,209</u>                       | <u>868,936,753</u>                                             |
| <b>EQUITY AND LIABILITIES</b>                    |      |                                            |                                                                |
| <b>EQUITY</b>                                    |      |                                            |                                                                |
| Share capital                                    | 13   | 225,000,000                                | -                                                              |
| Statutory reserve                                |      | 10,000,000                                 | 10,000,000                                                     |
| Capital contribution                             | 13   | 142,354,198                                | 20,000,000                                                     |
| Other reserves                                   |      | 372,769                                    | -                                                              |
| Retained earnings                                |      | 140,081,254                                | 212,421,946                                                    |
| <b>Total equity</b>                              |      | <u>517,808,221</u>                         | <u>242,421,946</u>                                             |
| <b>LIABILITIES</b>                               |      |                                            |                                                                |
| <b>Non-current liabilities</b>                   |      |                                            |                                                                |
| Lease liabilities                                | 14   | 28,353,374                                 | 47,584,568                                                     |
| Deferred tax liabilities                         | 20   | 17,548,759                                 | -                                                              |
| Provision for employees' end of service benefits |      | 117,683,719                                | 110,130,739                                                    |
|                                                  |      | <u>163,585,852</u>                         | <u>157,715,307</u>                                             |
| <b>Current liabilities</b>                       |      |                                            |                                                                |
| Trade and other payables                         | 15   | 416,099,360                                | 415,234,941                                                    |
| Income tax provision                             |      | 14,850,099                                 | -                                                              |
| Due to related parties                           | 11   | 22,785,212                                 | 23,177,917                                                     |
| Lease liabilities                                | 14   | 33,578,465                                 | 30,386,642                                                     |
|                                                  |      | <u>487,313,136</u>                         | <u>468,799,500</u>                                             |
| <b>Total liabilities</b>                         |      | <u>650,898,988</u>                         | <u>626,514,807</u>                                             |
| <b>Total equity and liabilities</b>              |      | <u>1,168,707,209</u>                       | <u>868,936,753</u>                                             |

To the best of our knowledge, the condensed consolidated interim financial information is prepared, in all material respects, in accordance with IAS 34.



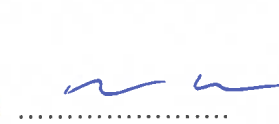
Khalaf Sultan Rashed  
Saeed Al Dhaheri  
Chairman



Sheikh Ahmed Mohammed  
Sultan Suroor Aldhahiri  
Vice Chairman



Clive William Cowley  
Chief Executive Officer



Andrew Robert Marshall  
Chief Financial Officer

The notes on pages 8 to 33 are an integral part of this condensed consolidated interim financial information. (2)



# A D N H Catering plc

## Condensed consolidated interim statement of profit or loss

|                                                                                                  |      | Three-month<br>period ended 30 September |                                                | Twelve-month<br>period ended 30 September |                                                |
|--------------------------------------------------------------------------------------------------|------|------------------------------------------|------------------------------------------------|-------------------------------------------|------------------------------------------------|
|                                                                                                  | Note | 2024<br>AED<br>(Unaudited)               | 2023<br>AED<br>(Unaudited and<br>not reviewed) | 2024<br>AED<br>(Unaudited)                | 2023<br>AED<br>(Unaudited and<br>not reviewed) |
| Revenues from contracts with customers                                                           | 16   | 407,246,436                              | 292,035,408                                    | 1,449,143,000                             | 1,388,792,200                                  |
| Direct costs                                                                                     | 17   | (342,597,351)                            | (223,326,215)                                  | (1,223,923,140)                           | (1,124,771,033)                                |
| <b>Gross profit</b>                                                                              |      | <u>64,649,085</u>                        | <u>68,709,193</u>                              | <u>225,219,860</u>                        | <u>264,021,167</u>                             |
| General and administrative expenses                                                              | 18   | (21,902,488)                             | (19,598,044)                                   | (72,636,923)                              | (74,955,882)                                   |
| Provision for impairment of financial assets                                                     |      | -                                        | (897,915)                                      | -                                         | (904,989)                                      |
| Share of profit from joint venture                                                               | 8    | 651,257                                  | -                                              | 651,257                                   | -                                              |
| Other income                                                                                     |      | 67,251                                   | 25,642,669                                     | 613,904                                   | 26,293,473                                     |
| Other expenses                                                                                   |      | (33,616)                                 | (2,992,496)                                    | (239,166)                                 | (3,017,650)                                    |
| <b>Operating profit</b>                                                                          |      | <u>43,431,489</u>                        | <u>70,863,407</u>                              | <u>153,608,932</u>                        | <u>211,436,119</u>                             |
| Finance income                                                                                   | 12   | 80,729                                   | 1,570,804                                      | 2,943,685                                 | 2,783,853                                      |
| Finance costs                                                                                    |      | (1,582,534)                              | (671,723)                                      | (3,665,248)                               | (2,784,246)                                    |
| Finance (costs)/income, net                                                                      |      | <u>(1,501,805)</u>                       | <u>899,081</u>                                 | <u>(721,563)</u>                          | <u>(393)</u>                                   |
| <b>Profit before income tax</b>                                                                  |      | <u>41,929,684</u>                        | <u>71,762,488</u>                              | <u>152,887,369</u>                        | <u>211,435,726</u>                             |
| Income tax expense                                                                               | 20   | (3,715,187)                              | -                                              | (13,792,335)                              | -                                              |
| <b>Profit for the period</b>                                                                     |      | <u>38,214,497</u>                        | <u>71,762,488</u>                              | <u>139,095,034</u>                        | <u>211,435,726</u>                             |
| <b>Profit attributable to:</b>                                                                   |      |                                          |                                                |                                           |                                                |
| Equity holders of the Parent                                                                     |      | <u>38,214,497</u>                        | <u>71,762,488</u>                              | <u>139,095,034</u>                        | <u>211,435,726</u>                             |
| Basic and diluted earnings per share attributable to ordinary equity holders of the Parent (AED) | 21   | <u>0.017</u>                             | <u>-</u>                                       | <u>0.062</u>                              | <u>-</u>                                       |

The notes on pages 8 to 33 are an integral part of this condensed consolidated interim financial information.

# A D N H Catering plc

## Condensed consolidated interim statement of comprehensive income

|                                                                       | Three-month<br>period ended 30<br>September |                                    | Twelve-month<br>period ended 30 September |                                    |
|-----------------------------------------------------------------------|---------------------------------------------|------------------------------------|-------------------------------------------|------------------------------------|
|                                                                       | 2024                                        | 2023                               | 2024                                      | 2023                               |
|                                                                       | AED                                         | AED                                | AED                                       | AED                                |
|                                                                       | (Unaudited)                                 | (Unaudited<br>and not<br>reviewed) | (Unaudited)                               | (Unaudited<br>and not<br>reviewed) |
| Profit for the period                                                 | 38,214,497                                  | 71,762,488                         | 139,095,034                               | 211,435,726                        |
| <b>Other comprehensive income</b>                                     |                                             |                                    |                                           |                                    |
| <i>Items that will not be reclassified<br/>to profit or loss:</i>     |                                             |                                    |                                           |                                    |
| Actuarial gain on employees' end<br>of service benefits               | -                                           | -                                  | 372,769                                   | -                                  |
| <b>Total other comprehensive<br/>income for the period</b>            | -                                           | -                                  | 372,769                                   | -                                  |
| <b>Total comprehensive income for<br/>the period attributable to:</b> |                                             |                                    |                                           |                                    |
| Equity holders of the Parent                                          | <u>38,214,497</u>                           | <u>71,762,488</u>                  | <u>139,467,803</u>                        | <u>211,435,726</u>                 |

# A D N H Catering plc

## Condensed consolidated interim statement of changes in equity

|                                                                        | Share<br>capital<br>AED | Statutory<br>reserve<br>AED | Capital<br>contribution<br>AED | Other<br>reserves<br>AED | Retained<br>earnings<br>AED | Total<br>AED       |
|------------------------------------------------------------------------|-------------------------|-----------------------------|--------------------------------|--------------------------|-----------------------------|--------------------|
| <b>At 1 October 2022</b>                                               |                         |                             |                                |                          |                             |                    |
| <b>(Unaudited and not reviewed)</b>                                    | -                       | 10,000,000                  | 20,000,000                     | -                        | 215,337,048                 | 245,337,048        |
| Total comprehensive income for the period                              | -                       | -                           | -                              | -                        | 211,435,726                 | 211,435,726        |
| <b>Transactions with the owner in its capacity<br/>as owner:</b>       |                         |                             |                                |                          |                             |                    |
| Dividends (Note 13)                                                    | -                       | -                           | -                              | -                        | (214,350,828)               | (214,350,828)      |
| <b>At 30 September 2023</b>                                            |                         |                             |                                |                          |                             |                    |
| <b>(Unaudited and not reviewed)</b>                                    | -                       | 10,000,000                  | 20,000,000                     | -                        | 212,421,946                 | 242,421,946        |
| <b>At 1 October 2023</b>                                               |                         |                             |                                |                          |                             |                    |
| <b>(Unaudited and not reviewed)</b>                                    | -                       | 10,000,000                  | 20,000,000                     | -                        | 212,421,946                 | 242,421,946        |
| Profit for the period                                                  | -                       | -                           | -                              | -                        | 139,095,034                 | 139,095,034        |
| Other comprehensive income for the period                              | -                       | -                           | -                              | 372,769                  | -                           | 372,769            |
| <b>Total comprehensive income for the period</b>                       | -                       | -                           | -                              | 372,769                  | 139,095,034                 | 139,467,803        |
| <b>Transactions with the owner in its capacity<br/>as owner:</b>       |                         |                             |                                |                          |                             |                    |
| Share capital issuance (Notes 13)                                      | 3,673                   | -                           | -                              | -                        | -                           | 3,673              |
| Business combination of entities under<br>common control (Notes 1, 19) | -                       | -                           | 276,088,627                    | -                        | -                           | 276,088,627        |
| Acquisition of a joint venture from the Parent<br>(Notes 1, 8)         | -                       | -                           | 9,708,096                      | -                        | -                           | 9,708,096          |
| Increase in share capital (Note 13)                                    | 224,996,327             | -                           | (224,996,327)                  | -                        | -                           | -                  |
| Dividends (Note 13)                                                    | -                       | -                           | -                              | -                        | (211,435,726)               | (211,435,726)      |
| Capital contribution (Note 13)                                         | -                       | -                           | 61,553,802                     | -                        | -                           | 61,553,802         |
| <b>At 30 September 2024 (Unaudited)</b>                                | <b>225,000,000</b>      | <b>10,000,000</b>           | <b>142,354,198</b>             | <b>372,769</b>           | <b>140,081,254</b>          | <b>517,808,221</b> |

The notes on pages 8 to 33 are an integral part of this condensed consolidated interim financial information.

(5)

# A D N H Catering plc

## Condensed consolidated interim statement of cash flows

|                                                                                                                         |      | Twelve-month period ended<br>30 September |                                 |
|-------------------------------------------------------------------------------------------------------------------------|------|-------------------------------------------|---------------------------------|
|                                                                                                                         | Note | 2024<br>AED                               | 2023<br>AED                     |
|                                                                                                                         |      | (Unaudited)                               | (Unaudited and<br>not reviewed) |
| <b>Cash flows from operating activities</b>                                                                             |      |                                           |                                 |
| Profit before income tax                                                                                                |      | 152,887,369                               | 211,435,726                     |
| <b>Adjustments for:</b>                                                                                                 |      |                                           |                                 |
| Depreciation of property and equipment                                                                                  | 5    | 12,844,755                                | 8,165,846                       |
| Amortisation of right-of-use assets                                                                                     | 6    | 35,777,978                                | 31,468,505                      |
| Amortisation of intangible assets                                                                                       | 7    | 5,099,017                                 | 72,800                          |
| Provision of impairment of financial assets                                                                             | 10   | -                                         | 904,989                         |
| Share of profit from joint venture                                                                                      | 8    | (651,257)                                 | -                               |
| Gain on derecognition of lease liabilities                                                                              |      | (152,544)                                 | -                               |
| Gain on disposal of property and equipment                                                                              |      | (198,035)                                 | -                               |
| Provision for employees' end of service benefits                                                                        |      | 20,059,671                                | 20,218,570                      |
| Finance income                                                                                                          |      | (2,943,685)                               | (2,783,853)                     |
| Finance costs                                                                                                           |      | 3,665,248                                 | 2,784,246                       |
| <b>Operating cash flows before payment of<br/>employees' end of service benefits and<br/>changes in working capital</b> |      | 226,388,517                               | 272,266,829                     |
| Employees' end of service benefits paid                                                                                 |      | (13,808,831)                              | (30,416,252)                    |
| <b>Changes in working capital:</b>                                                                                      |      |                                           |                                 |
| Inventories                                                                                                             |      | (2,628,512)                               | 7,018,100                       |
| Trade and other receivables                                                                                             |      | 59,175,888                                | 4,153,514                       |
| Due from related parties                                                                                                |      | 17,229,845                                | (8,743,282)                     |
| Trade and other payables                                                                                                |      | (83,323,685)                              | (140,615,963)                   |
| Due to related parties                                                                                                  |      | (41,689,631)                              | 58,434                          |
| <b>Net cash generated from operating activities</b>                                                                     |      | 161,343,591                               | 103,721,380                     |
| <b>Cash flows from investing activities</b>                                                                             |      |                                           |                                 |
| Purchase of property and equipment                                                                                      | 5    | (10,554,813)                              | (9,814,513)                     |
| Proceeds from disposal of property and equipment                                                                        |      | 443,336                                   | 1,650,460                       |
| Business combination of entities under common<br>control                                                                | 19   | 455,837                                   | -                               |
| Purchase of intangible assets                                                                                           | 7    | -                                         | (289,550)                       |
| Finance income received                                                                                                 |      | 2,943,685                                 | 2,783,853                       |
| <b>Net cash used in investing activities</b>                                                                            |      | (6,711,955)                               | (5,669,750)                     |

# A D N H Catering plc

## Condensed consolidated interim statement of cash flows (continued)

|                                                           |    | Twelve-month period ended<br>30 September |                                 |
|-----------------------------------------------------------|----|-------------------------------------------|---------------------------------|
|                                                           |    | 2024                                      | 2023                            |
|                                                           |    | AED                                       | AED                             |
|                                                           |    | (Unaudited)                               | (Unaudited and<br>not reviewed) |
| <b>Cash flows from financing activities</b>               |    |                                           |                                 |
| Dividends paid in cash                                    | 13 | (149,881,924)                             | (214,350,828)                   |
| Finance cost paid                                         |    | (3,665,248)                               | (2,784,246)                     |
| Principal elements of lease payments                      | 14 | (32,828,155)                              | (32,754,686)                    |
| <b>Net cash used in financing activities</b>              |    | <u>(186,375,327)</u>                      | <u>(249,889,760)</u>            |
| <b>Net decrease in cash and cash equivalents</b>          |    | (31,743,691)                              | (151,838,130)                   |
| Cash and cash equivalents at the beginning of the period  |    | <u>165,697,328</u>                        | <u>317,535,458</u>              |
| <b>Cash and cash equivalents at the end of the period</b> | 12 | <u>133,953,637</u>                        | <u>165,697,328</u>              |

Significant non-cash transactions have been disclosed in Note 25 to the condensed consolidated interim financial information.

# **A D N H Catering plc**

## **Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024**

### **1 General information**

A D N H Catering plc (formerly known as “A D N H Catering Limited) (the “Company” or “ADNHC”) is a public company limited by shares incorporated on 22 June 2024 under the laws of Abu Dhabi Global Market (“ADGM”), registered under the commercial license number 19524. The registered address of the Company is 2323L, 23<sup>rd</sup> Floor, Sky Towers, Shams Abu Dhabi, Al Reem Island, Abu Dhabi, United Arab Emirates (“UAE”).

On 3 September 2024, the Company’s shareholders passed a resolution to change the name of the Company to A D N H Catering plc from A D N H Catering Limited and the legal formalities to change the Company’s name were completed on 4 September 2024. Simultaneously, the Company changed its legal structure from a Private Company Limited by shares to a Public Company Limited by shares.

ADNHC is a wholly owned subsidiary of Abu Dhabi National Hotels Company PJSC (“Parent”, or “ADNH PJSC” or “the Ultimate Controlling Company”), a public shareholding company listed on the Abu Dhabi Securities Exchange, which was incorporated in Abu Dhabi, UAE on 13 April 1975 by Law No. (3) as amended by Law No. (5) of 1978, to own and manage hotels and to undertake other related business.

On 23 October 2024, the Ultimate Controlling Company sold 40% of the shares of the Company on Abu Dhabi Securities Exchange (“ADX”).

This condensed consolidated interim financial information of the Company and its subsidiaries (collectively referred to as the “Group”) does not include all information and disclosures required in the annual consolidated financial statements prepared in accordance with IFRS Accounting Standards. The comparative financial information for the twelve-month period ended 30 September 2023 is unaudited and not reviewed and is presented for comparative purposes only.

During July 2024, the Group has changed its financial year to 1 January to 31 December. Hence, the Group’s first complete consolidated financial statements after changing the financial year will be prepared for the fifteen-month period ending 31 December 2024. This condensed consolidated interim financial information is prepared for a twelve-month period, which is not considered a complete period for the Company. In addition, results for the twelve-month period ended 30 September 2024 are not necessarily indicative of the results of the fifteen-month period ending 31 December 2024.

The average number of employees during the period ended 30 September 2024 was 18,074 (30 September 2023: 15,096).

As of 30 June 2024, the following transactions were completed between ADNH PJSC and ADNH Catering LLC OPC (“ADNHC Abu Dhabi”) previously known as Abu Dhabi National Hotels Compass Middle East LLC in regard to ADNH Catering L.L.C. (“ADNHC Dubai”) previously known as Abu Dhabi National Hotels Compass Emirates LLC and ADNH Compass L.L.C. SP (“ADNHC Sharjah”) (collectively “ADNHC Entities”):

- On 31 March 2024, the Parent increased its equity interests in ADNHC Abu Dhabi, ADNHC Dubai and ADNHC Sharjah from 51% to 100% in each of these entities.

# ADNH Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 1 General information (continued)

- On 11 June 2024 and 26 June 2024, the Parent transferred 100% equity interest in ADNHC Dubai and ADNHC Sharjah entities, respectively, to ADNHC Abu Dhabi for a total consideration of AED 20,000, with a transaction close date of 30 June 2024 (Note 19);
- On 28 June 2024, the Parent entered into a share transfer agreement to transfer its 30% equity interest in Compass Arabia Co Ltd (“KSA JV”), that was accounted for as an equity-accounted joint venture, to ADNHC Abu Dhabi, with a transaction close date of 30 June 2024 (Note 8); and
- On 30 June 2024, the Parent transferred its 100% equity interest in ADNHC Abu Dhabi to the Company (the “Reorganisation”).

Below is the list of subsidiaries and joint venture of the of the Group:

| Name of subsidiary           | Area of domicile | Principal activities         | Ownership interest |                   |
|------------------------------|------------------|------------------------------|--------------------|-------------------|
|                              |                  |                              | 30 September 2024  | 30 September 2023 |
| ADNH Catering LLC OPC        | UAE              | Catering & contract services | 100%               | -                 |
| ADNH Catering LLC            | UAE              | Catering                     | 100%               | -                 |
| ADNH Compass LLC SP          | UAE              | Catering                     | 100%               | -                 |
| <b>Name of joint venture</b> |                  |                              |                    |                   |
| Compass Arabia Co Ltd        | KSA              | Catering                     | 30%                | -                 |

The principal activity of the Company is to act as a holding company for the entities within the Group. The principal activities of the subsidiaries are to provide catering, cleaning and other services to hospitals, camps, onshore and offshore oilfields, defence/military, airports, shopping malls, universities and schools, palaces and other facilities.

The condensed consolidated interim financial information was authorized and approved by the Board of Directors for issuance on 7 November 2024.

### 2 Application of new and revised IFRS Accounting Standards

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

The following new and revised IFRS Accounting Standard, which became effective for annual periods beginning on or after 1 January 2024 have been adopted in this condensed consolidated interim financial information. The application of these revised IFRS Accounting Standards and interpretations has not had any material impact on the amounts reported for the current and prior periods but may affect the accounting for future transactions or arrangements.

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 2 Application of new and revised IFRS Accounting Standards (continued)

#### 2.1 New and revised IFRS Accounting Standards applied with no material effect on the condensed consolidated interim financial information (continued)

- (a) Classification of liabilities as current or non-current liabilities – Amendments to IAS 1, (effective 1 January 2024);
- (b) Lease liability in sale and leaseback – Amendments to IFRS 16 (effective 1 January 2024); and
- (c) Supplier finance arrangements – Amendments to IAS 7 and IFRS 7 (effective 1 January 2024).

#### 2.2 Standards and Interpretations in issue but not yet effective

The Group has not early adopted the following new and revised IFRS Accounting Standards that have been issued but are not yet effective:

- (a) Amendments to IAS 21 - Lack of Exchangeability (effective for annual periods starting on or after 1 January 2025).

### 3 Material accounting policies

The material accounting policies applied in the preparation of these condensed consolidated interim financial information are set out below.

#### 3.1 Basis of preparation

The condensed consolidated interim financial information has been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”) and also comply with the applicable requirements of the laws in the UAE.

The condensed interim financial information has been prepared in United Arab Emirates Dirham (“AED”), which is the functional and presentation currency of the Company/Group. The Company has utilised the exemption from ADGM in order to prepare their condensed consolidated interim financial information in AED instead of US Dollar.

The condensed consolidated interim financial information does not include all of the information required for full annual consolidated financial statements and should be read in conjunction with the Group’s condensed consolidated interim financial information for the period ended 30 June 2024. However, selected explanatory notes as shown below are included to explain events and transactions that are significant to the understanding of the changes in the Group’s financial position and performance since the last condensed consolidated interim financial information.

# **A D N H Catering plc**

## **Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)**

### **3 Material accounting policies (continued)**

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

The material accounting policies adopted in the preparation of the condensed consolidated interim financial information are the same as those applied by the Group in its condensed consolidated interim financial information for the period ended 30 June 2024. In addition, results for the three-month and the twelve-month periods ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial period ending 31 December 2024.

The condensed consolidated interim financial information has been prepared using the historical cost basis.

#### **Going concern**

The management have, at the time of approving the condensed consolidated interim financial information, made a reasonable expectation that the Group has adequate resources to continue in operational existence for the foreseeable future. Thus, management continues to adopt the going concern basis of accounting in preparing the condensed consolidated interim financial information.

#### **Group reorganisation**

The reorganisation as discussed in Note 1, is a common control transaction as ADNHC Abu Dhabi and the Company, are controlled by ADNHC PJSC both before and after the Reorganisation. As such, this Group reorganisation has no economic substance and accordingly, the condensed consolidated interim financial information of the Group is prepared on the basis that the reorganisation is in substance a continuation of ADNHC Abu Dhabi combined under the Group. Considering that the Company was established on 21 June 2024 and therefore share capital was nil for 1 October 2023, it is not meaningful to present share capital or an analysis of reserve or components of other comprehensive income, other than retained earnings, statutory reserves and other reserve which are separately identifiable for 1 October 2023.

#### **3.2 Business combinations under common control**

During the period, ADNHC Abu Dhabi has acquired 100% of the shares of ADNHC Dubai and ADNHC Sharjah from the Ultimate Parent Company ADNHC PJSC. The later transaction is considered a common control transaction as these entities will continue to be controlled by ADNHC PJSC both before and after the business combination. Considering that these acquisitions are considered to be outside the scope of IFRS 3 “Business Combinations”, Management has chosen the pooling of interest method of accounting for these transactions. The pooling of interest method is considered to involve the combining parties being presented as if they had always been combined. To this effect, the Group will account for the acquisitions from the beginning of the period in which the combination occurs (i.e., from the date when these entities were under the common control of ADNHC PJSC).

# **A D N H Catering plc**

## **Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)**

### **3 Material accounting policies (continued)**

#### **3.2 Business combinations under common control (continued)**

The acquisitions are accounted for using the pooling of interest method as follows:

- Assets and liabilities of the subsidiaries acquired, are reflected at their carrying amounts and no adjustments are made to reflect fair values, or recognise any new assets or liabilities, at the date of the acquisition that would otherwise be done under the acquisition method;
- No goodwill is recognised as a result of the acquisitions, except to the extent that existing goodwill was previously recognised in the combining entities.
- The difference between the consideration transferred and the equity of the entities acquired as at the date of the acquisition is reflected within equity as a 'Capital contribution';
- The statement of profit or loss and retained earnings reflect the results of the subsidiaries starting from the date when these entities were under common control of the Parent;
- The Group has adopted an accounting policy to report the comparative information as if the Group always owned the businesses acquired under common control from the date when such businesses were part of the Group.

### **4 Critical accounting judgements and key sources of estimation uncertainty**

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of material accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing this condensed consolidated interim financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the condensed consolidated interim financial information for the period ended 30 June 2024.

Simultaneously, the risks identified for the period are the same as the ones identified in the condensed consolidated interim financial information for the period ended 30 June 2024.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 5 Property and equipment

|                                                       | Leasehold<br>improvements<br>AED | Operating<br>equipment<br>AED | Furniture,<br>fixtures &<br>office<br>equipment<br>AED | Motor<br>vehicles<br>AED | Capital work-<br>in progress<br>AED | Total<br>AED      |
|-------------------------------------------------------|----------------------------------|-------------------------------|--------------------------------------------------------|--------------------------|-------------------------------------|-------------------|
| <i>Cost</i>                                           |                                  |                               |                                                        |                          |                                     |                   |
| <b>At 1 October 2022</b>                              |                                  |                               |                                                        |                          |                                     |                   |
| <b>(Unaudited and not reviewed)</b>                   | 9,949,918                        | 55,518,231                    | 16,793,832                                             | 2,388,998                | 1,704,106                           | 86,355,085        |
| Additions                                             | -                                | 3,777,671                     | 5,310,754                                              | -                        | 726,088                             | 9,814,513         |
| Transfers                                             | -                                | (226,181)                     | (126,114)                                              | -                        | -                                   | (352,295)         |
| Disposals                                             | (7,296,514)                      | (13,010,116)                  | (2,545,857)                                            | (466,000)                | (1,498,262)                         | (24,816,749)      |
| <b>At 30 September 2023</b>                           |                                  |                               |                                                        |                          |                                     |                   |
| <b>(Unaudited and not reviewed)</b>                   | 2,653,404                        | 46,059,605                    | 19,432,615                                             | 1,922,998                | 931,932                             | 71,000,554        |
| Acquisition through business<br>combination (Note 19) | -                                | 3,286,436                     | 1,954,655                                              | -                        | 323,835                             | 5,564,926         |
| Additions                                             | 583,047                          | 3,452,777                     | 6,118,556                                              | -                        | 400,433                             | 10,554,813        |
| Disposals                                             | -                                | (10,062,344)                  | (1,615,063)                                            | (1,446,500)              | -                                   | (13,123,907)      |
| <b>At 30 September 2024 (Unaudited)</b>               | <u>3,236,451</u>                 | <u>42,736,474</u>             | <u>25,890,763</u>                                      | <u>476,498</u>           | <u>1,656,200</u>                    | <u>73,996,386</u> |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 5 Property and equipment (continued)

|                                                   | Leasehold<br>improvements<br>AED | Operating<br>equipment<br>AED | Furniture,<br>fixtures &<br>office<br>equipment<br>AED | Motor<br>vehicles<br>AED | Capital work-<br>in progress<br>AED | Total<br>AED        |
|---------------------------------------------------|----------------------------------|-------------------------------|--------------------------------------------------------|--------------------------|-------------------------------------|---------------------|
| <i>Accumulated depreciation</i>                   |                                  |                               |                                                        |                          |                                     |                     |
| <b>At 1 October 2022</b>                          |                                  |                               |                                                        |                          |                                     |                     |
| <b>(Unaudited and not reviewed)</b>               | (9,369,919)                      | (48,771,466)                  | (10,864,547)                                           | (2,388,998)              | -                                   | (71,394,930)        |
| Charge for the year                               | (116,000)                        | (4,526,779)                   | (3,523,067)                                            | -                        | -                                   | (8,165,846)         |
| Transfers                                         | -                                | 255,919                       | 96,192                                                 | -                        | -                                   | 352,111             |
| Disposals                                         | 7,296,514                        | 12,939,116                    | 2,464,843                                              | 466,000                  | -                                   | 23,166,473          |
| <b>At 30 September 2023</b>                       |                                  |                               |                                                        |                          |                                     |                     |
| <b>(Unaudited and not reviewed)</b>               | (2,189,405)                      | (40,103,210)                  | (11,826,579)                                           | (1,922,998)              | -                                   | (56,042,192)        |
| Charge for the period                             | (150,387)                        | (7,981,772)                   | (4,712,596)                                            | -                        | -                                   | (12,844,755)        |
| Disposals                                         | -                                | 9,958,157                     | 1,473,949                                              | 1,446,500                | -                                   | 12,878,606          |
| <b>At 30 September 2024 (Unaudited)</b>           | <u>(2,339,792)</u>               | <u>(38,126,825)</u>           | <u>(15,065,226)</u>                                    | <u>(476,498)</u>         | <u>-</u>                            | <u>(56,008,341)</u> |
| <i>Net carrying amount</i>                        |                                  |                               |                                                        |                          |                                     |                     |
| At 30 September 2023 (Unaudited and not reviewed) | 463,999                          | 5,956,395                     | 7,606,036                                              | -                        | 931,932                             | 14,958,362          |
| <b>At 30 September 2024 (Unaudited)</b>           | <u>896,659</u>                   | <u>4,609,649</u>              | <u>10,825,537</u>                                      | <u>-</u>                 | <u>1,656,200</u>                    | <u>17,988,045</u>   |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 5 Property and equipment (continued)

The depreciation charge for the twelve-month period has been allocated in the condensed consolidated interim statement of profit or loss as follows:

|                                               | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Direct costs (Note 17)                        | 11,796,930                                 | 7,566,904                                                      |
| General and administrative expenses (Note 18) | 1,047,825                                  | 598,942                                                        |
|                                               | <u>12,844,755</u>                          | <u>8,165,846</u>                                               |

### 6 Right-of-use assets

|                                                              | Buildings<br>AED    | Vehicles<br>AED     | Total<br>AED        |
|--------------------------------------------------------------|---------------------|---------------------|---------------------|
| <i>Cost</i>                                                  |                     |                     |                     |
| <b>At 1 October 2022</b>                                     |                     |                     |                     |
| (Unaudited and not reviewed)                                 | 73,554,916          | 26,737,030          | 100,291,946         |
| Additions                                                    | 21,901,448          | 20,890,232          | 42,791,680          |
| Derecognition of right-of-use assets                         | <u>(2,674,071)</u>  | <u>(10,170,784)</u> | <u>(12,844,855)</u> |
| <b>At 30 September 2023</b>                                  |                     |                     |                     |
| (Unaudited and not reviewed)                                 | 92,782,293          | 37,456,478          | 130,238,771         |
| Acquisition through business<br>combination (Note 19)        | 10,650,935          | 3,534,823           | 14,185,758          |
| Additions                                                    | 107,203             | 6,532,191           | 6,639,394           |
| Derecognition of right-of-use assets                         | <u>(9,924,908)</u>  | <u>(6,260,841)</u>  | <u>(16,185,749)</u> |
| <b>At 30 September 2024 (Unaudited)</b>                      | <u>93,615,523</u>   | <u>41,262,651</u>   | <u>134,878,174</u>  |
| <i>Accumulated amortisation</i>                              |                     |                     |                     |
| <b>At 1 October 2022</b>                                     |                     |                     |                     |
| (Unaudited and not reviewed)                                 | (12,085,607)        | (12,561,387)        | (24,646,994)        |
| Charge for the year                                          | (24,346,705)        | (7,121,800)         | (31,468,505)        |
| Derecognition of right-of-use assets                         | <u>2,362,489</u>    | <u>10,170,784</u>   | <u>12,533,273</u>   |
| <b>At 30 September 2023</b>                                  |                     |                     |                     |
| (Unaudited and not reviewed)                                 | (34,069,823)        | (9,512,403)         | (43,582,226)        |
| Charge for the period                                        | (28,337,094)        | (7,440,884)         | (35,777,978)        |
| Derecognition of right-of-use assets                         | <u>6,717,420</u>    | <u>5,587,758</u>    | <u>12,305,178</u>   |
| <b>At 30 September 2024 (Unaudited)</b>                      | <u>(55,689,497)</u> | <u>(11,365,529)</u> | <u>(67,055,026)</u> |
| <i>Net carrying amount</i>                                   |                     |                     |                     |
| <b>At 30 September 2023 (Unaudited<br/>and not reviewed)</b> | <u>58,712,470</u>   | <u>27,944,075</u>   | <u>86,656,545</u>   |
| <b>At 30 September 2024 (Unaudited)</b>                      | <u>37,926,026</u>   | <u>29,897,122</u>   | <u>67,823,148</u>   |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 6 Right-of-use assets (continued)

The amortisation charge has been allocated in the condensed consolidated interim statement of profit or loss as follows:

|                                               | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Direct costs (Note 17)                        | 33,785,125                                 | 29,519,657                                                     |
| General and administrative expenses (Note 18) | 1,992,853                                  | 1,948,848                                                      |
|                                               | <u>35,777,978</u>                          | <u>31,468,505</u>                                              |

### 7 Intangible assets

|                                                          | Software<br>AED     | Customer<br>relationships<br>AED | Goodwill<br>AED   | Total<br>AED        |
|----------------------------------------------------------|---------------------|----------------------------------|-------------------|---------------------|
| <b>Cost</b>                                              |                     |                                  |                   |                     |
| <b>At 1 October 2022</b>                                 |                     |                                  |                   |                     |
| <b>(Unaudited and not reviewed)</b>                      | 14,078,261          | -                                | -                 | 14,078,261          |
| Additions                                                | <u>289,550</u>      | <u>-</u>                         | <u>-</u>          | <u>289,550</u>      |
| <b>At 30 September 2023 (Unaudited and not reviewed)</b> | 14,367,811          | -                                | -                 | 14,367,811          |
| Acquisition through business combination (Note 19)       | <u>-</u>            | <u>200,100,000</u>               | <u>87,971,591</u> | <u>288,071,591</u>  |
| <b>At 30 September 2024 (Unaudited)</b>                  | <u>14,367,811</u>   | <u>200,100,000</u>               | <u>87,971,591</u> | <u>302,439,402</u>  |
| <b>Accumulated amortisation</b>                          |                     |                                  |                   |                     |
| <b>At 1 October 2022</b>                                 |                     |                                  |                   |                     |
| <b>(Unaudited and not reviewed)</b>                      | (14,009,477)        | -                                | -                 | (14,009,477)        |
| Charge for the year                                      | <u>(72,800)</u>     | <u>-</u>                         | <u>-</u>          | <u>(72,800)</u>     |
| <b>At 30 September 2023 (Unaudited and not reviewed)</b> | (14,082,277)        | -                                | -                 | (14,082,277)        |
| Charge for the period                                    | <u>(96,517)</u>     | <u>(5,002,500)</u>               | <u>-</u>          | <u>(5,099,017)</u>  |
| <b>At 30 September 2024 (Unaudited)</b>                  | <u>(14,178,794)</u> | <u>(5,002,500)</u>               | <u>-</u>          | <u>(19,181,294)</u> |
| <b>Net carrying amount</b>                               |                     |                                  |                   |                     |
| <b>At 30 September 2023 (Unaudited and not reviewed)</b> | <u>285,534</u>      | <u>-</u>                         | <u>-</u>          | <u>285,534</u>      |
| <b>At 30 September 2024 (Unaudited)</b>                  | <u>189,017</u>      | <u>195,097,500</u>               | <u>87,971,591</u> | <u>283,258,108</u>  |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 7 Intangible assets (continued)

Management tests for impairment on an annual basis the intangible assets that have indefinite life.

The amortization charge has been allocated in the condensed consolidated interim statement of profit or loss as follows:

|                                               | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Direct costs (Note 17)                        | 48,334                                     | -                                                              |
| General and administrative expenses (Note 18) | 5,050,683                                  | 72,800                                                         |
|                                               | <u>5,099,017</u>                           | <u>72,800</u>                                                  |

### 8 Investment in a joint venture

During 30 June 2024, the Parent transferred its 30% equity interest in Compass Arabia Co Ltd ("KSA JV"), with a carrying amount of AED 9,717,881 in exchange for a purchase consideration of AED 9,785 (SAR 10,000), with a transaction close date of 30 June 2024. The excess of carrying amount of the investment acquired over the purchase consideration has been recorded as "Capital contribution" within equity in the condensed consolidated interim statement of financial position as this transaction is considered to be transaction with owners in its capacity as owner.

| Name of joint venture | Area of<br>domicile        | Principal<br>activities | Ownership interest   |                      |
|-----------------------|----------------------------|-------------------------|----------------------|----------------------|
|                       |                            |                         | 30 September<br>2024 | 30 September<br>2023 |
| Compass Arabia Co Ltd | Kingdom of<br>Saudi Arabia | Catering                | 30%                  | -                    |

The movement in investment in a joint venture is as follows:

|                                                                          | 30 September<br>2024<br>AED<br>(Unaudited) |
|--------------------------------------------------------------------------|--------------------------------------------|
| Transferred from the Parent                                              | 9,717,881                                  |
| Less: consideration payable (recognised within 'Due to related parties') | <u>(9,785)</u>                             |
| Capital contribution                                                     | <u>9,708,096</u>                           |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 8 Investment in a joint venture (continued)

Movement in the joint venture during the period is as follows

|                            |                            |
|----------------------------|----------------------------|
|                            | 2024<br>AED<br>(Unaudited) |
| Acquired during the period | 9,717,881                  |
| Share of profit *          | 651,257                    |
| <b>At 30 September</b>     | <b>10,369,138</b>          |

The joint venture's summarised financial position is as follows:

|                                                       |                                            |
|-------------------------------------------------------|--------------------------------------------|
|                                                       | 30 September<br>2024<br>AED<br>(Unaudited) |
| Non-current assets                                    | 10,533,113                                 |
| Cash and bank balances                                | 4,695,549                                  |
| Other current assets (excluding cash)                 | 103,171,518                                |
| Financial liabilities (excluding trade payables)      | (16,509,104)                               |
| Other current liabilities (including trade payables)  | (59,856,120)                               |
| Other non-current liabilities                         | (7,471,163)                                |
| Net assets                                            | 34,563,793                                 |
| Group's share of net assets                           | 30%                                        |
| <b>Carrying amount of equity accounted investment</b> | <b>10,369,138</b>                          |

The joint venture's summarised financial performance is as follows:

#### Statement of profit or loss for the three-month period ended 30 September 2024 \*

|                        |              |
|------------------------|--------------|
| Revenue                | 43,654,019   |
| Expenses               | (40,353,980) |
| Depreciation           | (598,615)    |
| Interest expense, net  | (126,736)    |
| Income tax expense     | (403,831)    |
| Profit for the period  | 2,170,857    |
| Share of profit at 30% | 651,257      |

\* The profit sharing from the joint venture recognized in the condensed consolidated interim financial information consists of the operating results of Compass Arabia Co Ltd for the three-month period ended 30 September 2024 subsequent to the share transfer which took place on 30 June 2024.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 9 Inventories

|                                                              | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|--------------------------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Food supplies                                                | 10,667,780                                 | 6,836,158                                                      |
| Operating supplies                                           | <u>2,433,753</u>                           | <u>2,555,390</u>                                               |
|                                                              | 13,101,533                                 | 9,391,548                                                      |
| Less: provision for impairment of slow moving<br>inventories | <u>(1,268,879)</u>                         | <u>(2,572,503)</u>                                             |
|                                                              | <u>11,832,654</u>                          | <u>6,819,045</u>                                               |

Cost of inventories recognised as an expense during the twelve-month period ended 30 September 2024 is AED 496,158,525 (30 September 2023: AED 477,609,083) (Note 17).

### 10 Trade and other receivables

|                                                     | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Trade receivables                                   | 561,375,321                                | 508,266,654                                                    |
| Less: provision for impairment of trade receivables | <u>(14,235,124)</u>                        | <u>(14,235,124)</u>                                            |
|                                                     | 547,140,197                                | 494,031,530                                                    |
| Contract assets                                     | 62,720,546                                 | 20,567,958                                                     |
| Rebates                                             | -                                          | 34,147,304                                                     |
| Prepayments                                         | 12,792,525                                 | 10,217,259                                                     |
| Other receivables                                   | <u>11,033,668</u>                          | <u>8,514,173</u>                                               |
|                                                     | <u>633,686,936</u>                         | <u>567,478,224</u>                                             |

The Group has adopted a policy of dealing with only creditworthy counterparties. Adequate credit assessment is made before entering into a contract with a customer. Out of the total trade receivables balance at the end of the period/year, AED 272,640,836 representing 50% of total trade receivables (30 September 2023: AED 346,598,786 representing 68% of total trade receivables) is due from four major customers. The Group considers these customers to be reputable and creditworthy.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 10 Trade and other receivables (continued)

Included in the Group's trade receivable balance are debtors with a carrying amount of AED 333,866,063 (30 September 2023: AED 338,227,062) which are past due at the reporting date for which the Group has not recognized a provision for doubtful receivable as there has not been a significant change in credit quality and the amounts are still considered recoverable. The Group does not hold any collateral over these balances.

The movement in the provision for impairment of trade receivables during the period/year was as follows:

|                               | 2024<br>AED<br>(Unaudited) | 2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|-------------------------------|----------------------------|---------------------------------------------------|
| At 1 October                  | 14,235,124                 | 17,538,679                                        |
| Charge during the period/year | -                          | 904,989                                           |
| Write off                     | -                          | (4,208,544)                                       |
| At 30 September               | <u>14,235,124</u>          | <u>14,235,124</u>                                 |

The total impact of the provision for impairment of financial assets in the profit and loss for the twelve-months ended 30 September 2024 is nil (30 September 2023: AED 904,989).

### 11 Related party transactions and balances

Related parties comprise the shareholder of the Company, the directors and those enterprises over which the shareholder, the directors or the Group can exercise control or significant influence or which can significantly influence the Group. In the ordinary course of business, the Group receives goods and services from, and provides goods and services to, such enterprises on rates, terms and conditions agreed between the parties.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 11 Related party transactions and balances (continued)

The related party transactions and outstanding balances for the period/year are as follows:

|                                                                 |             | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------------------------|-------------|--------------------------------------------|----------------------------------------------------------------|
| <i><u>Entities controlled by Parent</u></i>                     |             |                                            |                                                                |
| Al Ghazal Transport Company                                     | Purchases   | 34,059,600                                 | 35,406,642                                                     |
| The Ritz-Carlton Abu Dhabi, Grand Canal                         | Sales       | 2,759,460                                  | 1,117,669                                                      |
| Sunshine Travel & Tours                                         | Purchases   | 2,446,778                                  | 8,441,559                                                      |
| Kempinski Central Avenue                                        | Sales       | 1,568,046                                  | -                                                              |
| Kempinski The Boulevard                                         | Sales       | 1,534,716                                  | -                                                              |
| Park Hyatt Abu Dhabi Hotels and Villas                          | Purchases   | 1,156,905                                  | 78,915                                                         |
|                                                                 | Purchases & |                                            |                                                                |
| Others                                                          | Sales       | 3,511,242                                  | 2,088,536                                                      |
| <i><u>Parent</u></i>                                            |             |                                            |                                                                |
|                                                                 | Purchases & |                                            |                                                                |
| Abu Dhabi National Hotels Company PJSC                          | Sales       | 7,398,510                                  | 1,718,638                                                      |
| <i><u>Joint venture</u></i>                                     |             |                                            |                                                                |
| Compass Arabia Co. Ltd                                          | Loan        | 4,905,000                                  | -                                                              |
| Transfer of provision for employees' end of<br>service benefits |             | -                                          | 2,951,097                                                      |
| <b>Key management personnel compensation</b>                    |             |                                            |                                                                |
| Salaries and allowances                                         |             | 9,580,818                                  | 8,725,144                                                      |
| Post-employment benefits                                        |             | 554,688                                    | 416,890                                                        |
|                                                                 |             | <u>10,135,506</u>                          | <u>9,142,034</u>                                               |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 11 Related party transactions and balances (continued)

|                                                                | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|----------------------------------------------------------------|--------------------------------------------|-------------------------------------------------------------------|
| <b>Due from related parties:</b>                               |                                            |                                                                   |
| <i><u>Entities controlled/jointly controlled by Parent</u></i> |                                            |                                                                   |
| Compass Arabia Co. Ltd*                                        | 4,939,945                                  | 805                                                               |
| Kempinski The Boulevard Hotel                                  | 674,544                                    | -                                                                 |
| Al Ghazal Transport Company                                    | 542,946                                    | 114,941                                                           |
| The Ritz-Carlton Abu Dhabi, Grand Canal                        | 530,759                                    | -                                                                 |
| Park Hyatt Abu Dhabi Hotels and Villas                         | 281,692                                    | 14,131                                                            |
| A D N H Catering L.L.C                                         | -                                          | 24,793,797                                                        |
| A D N H Compass L.L.C. SP                                      | -                                          | 1,464,506                                                         |
| Others                                                         | 2,825,657                                  | 653,535                                                           |
|                                                                | <u>9,795,543</u>                           | <u>27,041,715</u>                                                 |
| <b>Due to related parties:</b>                                 |                                            |                                                                   |
| <i><u>Entities controlled by Parent</u></i>                    |                                            |                                                                   |
| Al Ghazal Transport Company                                    | 16,009,704                                 | 16,897,540                                                        |
| Sunshine Travel & Tours                                        | 911,088                                    | 3,524,797                                                         |
| Others                                                         | 2,249                                      | 964,770                                                           |
|                                                                | <u>16,923,041</u>                          | <u>21,387,107</u>                                                 |
| <i><u>Parent</u></i>                                           |                                            |                                                                   |
| Abu Dhabi National Hotels Company PJSC                         | 5,862,171                                  | 1,790,810                                                         |
|                                                                | <u>22,785,212</u>                          | <u>23,177,917</u>                                                 |

Balance for Compass Arabia Co. Ltd includes a non-interest-bearing loan of AED 4,905,000 which is receivable on demand and hence classified as a current asset.

### 12 Cash and bank balances

|              | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|--------------|--------------------------------------------|-------------------------------------------------------------------|
| Cash in hand | 334,119                                    | 853,617                                                           |
| Cash at bank | <u>133,619,518</u>                         | <u>164,843,711</u>                                                |
|              | <u>133,953,637</u>                         | <u>165,697,328</u>                                                |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 12 Cash and bank balances (continued)

The Group, carried term deposits during the period. These represent deposits during the period with original maturities of less than three months with local banks. The term deposits carried average interest rates of 5% per annum. Finance income recorded during the period amounted to AED 2,943,685 (2023: AED 2,783,853). At the reporting date, all the term deposits had matured.

### 13 Share capital

|                                               | 2024<br>AED<br>(Unaudited) | 2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------|----------------------------|------------------------------------------------|
| <i>Authorised, issued and fully paid</i>      |                            |                                                |
| 2,250,000,000 ordinary shares of AED 0.1 each | 225,000,000                | -                                              |
| At 1 October                                  | -                          | -                                              |
| Issuance of share capital                     | 3,673                      | -                                              |
| Increase in share capital                     | 224,996,327                | -                                              |
| At 30 September                               | 225,000,000                | -                                              |

On 22 June 2024, the Company was incorporated with a share capital of USD 1,000 (AED 3,673) with par value of USD 1 (AED 3.673) for 1,000 shares. During the period, 61,265,168 additional shares of par value USD 1 (AED 3.673) were issued, increasing the share capital to USD 61,266,168 (AED 225,000,000). Furthermore, a resolution was issued for the outstanding 61,266,168 shares to be split into 2,250,000,000 shares with par value of USD 0.027 (AED 0.1). The share capital of the Company was increased utilising the “capital contribution” for the purpose of the listing of shares.

#### Capital contribution:

The movement of capital contribution during the period was as follows:

|                                                                    | 2024<br>AED<br>(Unaudited) | 2023<br>AED<br>(Unaudited and<br>not reviewed) |
|--------------------------------------------------------------------|----------------------------|------------------------------------------------|
| At 1 October                                                       | 20,000,000                 | 20,000,000                                     |
| Business combination of entities under common control<br>(Note 19) | 276,088,627                | -                                              |
| Acquisition of a joint venture from the Parent (Note 8)            | 9,708,096                  | -                                              |
| Increase in share capital (Note 13)                                | (224,996,327)              | -                                              |
| Additional contribution                                            | 61,553,802                 | -                                              |
| At 30 September                                                    | 142,354,198                | 20,000,000                                     |

# ADNH Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 13 Share capital (continued)

- The Group acquired a 100% equity interest in ADNHC Dubai and ADNHC Sharjah entities with a value of identifiable net assets (excluding the consideration paid) of AED 276,088,627 (Note 19) which was recognised as to contributed capital.
- The Group acquired a 30% equity interest in KSA JV with a value of AED 9,708,096 (Note 8) recognised as to contributed capital.
- The Group declared a dividend of AED 211,435,726 (30 September 2023: AED 214,350,828) out of which AED 149,881,924 (30 September 2023: AED 214,350,828) was paid in cash and the balance AED 61,553,802 (30 September 2023: nil) was converted to a capital contribution.
- The Group issued an additional 61,265,165 shares at par value of USD 1 (AED 3.673), of which AED 224,996,327 was transferred from capital contribution and converted into share capital.

### 14 Lease liabilities

|                                                 | 2024<br>AED<br>(Unaudited) | 2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-------------------------------------------------|----------------------------|------------------------------------------------|
| At 1 October                                    | 77,971,210                 | 65,514,053                                     |
| Acquired through business combination (Note 19) | 14,182,505                 | -                                              |
| Additions during the period/year                | 6,639,394                  | 45,211,843                                     |
| Derecognition of lease liabilities              | (4,033,115)                | -                                              |
| Accretion of interest                           | 2,540,249                  | 2,784,246                                      |
| Payments                                        | (35,368,404)               | (35,538,932)                                   |
| At 30 September                                 | <u>61,931,839</u>          | <u>77,971,210</u>                              |

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

|             |                   |                   |
|-------------|-------------------|-------------------|
| Non-current | 28,353,374        | 47,584,568        |
| Current     | <u>33,578,465</u> | <u>30,386,642</u> |
|             | <u>61,931,839</u> | <u>77,971,210</u> |

### 15 Trade and other payables

|                  | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|------------------|--------------------------------------------|----------------------------------------------------------------|
| Trade payables   | 195,334,066                                | 175,227,568                                                    |
| Accrued expenses | 158,131,663                                | 181,084,191                                                    |
| Other payables   | <u>62,633,631</u>                          | <u>58,923,182</u>                                              |
|                  | <u>416,099,360</u>                         | <u>415,234,941</u>                                             |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 15 Trade and other payables (continued)

The average credit period on purchases of goods is 60 - 90 days. No interest is charged on the trade payables. The Group has financial risk management policies in place to ensure that all payables are paid within the credit timeframe.

### 16 Revenues from contracts with costumers

|                                      | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|--------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Catering services                    | 839,881,189                                | 783,531,536                                                    |
| Manpower services                    | 383,997,678                                | 339,679,242                                                    |
| Fixed fee services                   | 106,768,904                                | 157,485,030                                                    |
| Food and beverage                    | 81,042,834                                 | 58,966,572                                                     |
| Non-food supplies                    | 16,448,856                                 | 17,469,775                                                     |
| Laundry                              | 10,517,377                                 | 11,479,485                                                     |
| Shop sales                           | 2,160,087                                  | 3,172,733                                                      |
| Other revenues                       | 8,326,075                                  | 17,007,827                                                     |
|                                      | <u>1,449,143,000</u>                       | <u>1,388,792,200</u>                                           |
| <b>Timing of revenue recognition</b> |                                            |                                                                |
| At a point in time                   | 958,376,418                                | 891,627,928                                                    |
| Over time                            | 490,766,582                                | 497,164,272                                                    |
|                                      | <u>1,449,143,000</u>                       | <u>1,388,792,200</u>                                           |

### 17 Direct costs

|                                                 | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|-------------------------------------------------|--------------------------------------------|-------------------------------------------------------------------|
| Staff costs                                     | 601,016,673                                | 531,907,080                                                       |
| Costs of materials (Note 9)                     | 496,158,525                                | 477,609,083                                                       |
| Amortisation of right-of-use assets (Note 6)    | 33,785,125                                 | 29,519,657                                                        |
| Rent (short term and low value leases)          | 18,739,793                                 | 17,531,273                                                        |
| Maintenance                                     | 18,373,914                                 | 20,891,702                                                        |
| Transportation                                  | 17,261,130                                 | 16,752,349                                                        |
| Depreciation of property and equipment (Note 5) | 11,796,930                                 | 7,566,904                                                         |
| Amortisation of intangible assets (Note 7)      | 48,334                                     | -                                                                 |
| Others                                          | 26,742,716                                 | 22,992,985                                                        |
|                                                 | <u>1,223,923,140</u>                       | <u>1,124,771,033</u>                                              |

# ADNH Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 18 General and administrative expenses

|                                                 | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|-------------------------------------------------|--------------------------------------------|-------------------------------------------------------------------|
| Staff costs                                     | 50,851,203                                 | 56,399,071                                                        |
| Software maintenance and support                | 5,566,761                                  | 8,784,481                                                         |
| Amortisation of intangible assets (Note 7)      | 5,050,683                                  | 72,800                                                            |
| Amortisation of right-of-use assets (Note 6)    | 1,992,853                                  | 1,948,848                                                         |
| License fees                                    | 1,530,649                                  | 4,857,439                                                         |
| Depreciation of property and equipment (Note 5) | 1,047,825                                  | 598,942                                                           |
| Insurance                                       | 570,686                                    | 420,000                                                           |
| Others                                          | 6,026,263                                  | 1,874,301                                                         |
|                                                 | <u>72,636,923</u>                          | <u>74,955,882</u>                                                 |

### 19 Transfer of ADNHC Dubai and ADNHC Sharjah to ADNHC Abu Dhabi from Parent

On 11 June 2024 and 26 June 2024, ADNHC PJSC has transferred its 100% equity interest in ADNHC Dubai and ADNHC Sharjah entities, respectively, to ADNHC Abu Dhabi for a total consideration of AED 20,000. This transaction is a common control transaction and the excess of net asset value acquired over the purchase consideration has been recorded as “Capital contribution” within equity in the condensed consolidated interim statement of financial position.

The acquired business contributed revenues of AED 170,100,445 and net profit of AED 11,006,522 to the Group for the period from 1 April 2024 to 30 September 2024. If the transfer occurred on 1 October 2023, the consolidated revenue and consolidated profit after tax for the twelve-month period ended 30 September 2024 would have been AED 335,294,546 and AED 17,152,014, respectively.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 19 Transfer of ADNHC Dubai and ADNHC Sharjah to ADNHC Abu Dhabi from Parent (continued)

The following table summarises the recognised amounts of assets and liabilities:

|                                                                                    |                                        |
|------------------------------------------------------------------------------------|----------------------------------------|
|                                                                                    | 31 March<br>2024<br>AED<br>(Unaudited) |
| <b>Assets</b>                                                                      |                                        |
| Property and equipment (Note 5)                                                    | 5,564,926                              |
| Right-of-use assets (Note 6)                                                       | 14,185,758                             |
| Intangible assets (including pre-existing goodwill) (Note 7)                       | 288,071,591                            |
| Inventories                                                                        | 2,385,097                              |
| Trade and other receivables                                                        | 125,384,600                            |
| Cash and bank balances                                                             | 455,837                                |
|                                                                                    | <u>436,047,809</u>                     |
| <b>Liabilities</b>                                                                 |                                        |
| Provision for employees' end of service benefits                                   | 1,674,909                              |
| Deferred tax liabilities                                                           | 17,998,727                             |
| Lease liabilities                                                                  | 14,182,505                             |
| Trade and other payables                                                           | 84,795,900                             |
| Due to related parties                                                             | 41,287,141                             |
|                                                                                    | <u>159,939,182</u>                     |
| <b>Value of identifiable net assets acquired (including pre-existing goodwill)</b> | 276,108,627                            |
| Consideration payable (recognised within 'due to related parties')                 | (20,000)                               |
| <b>Recorded as capital contribution</b>                                            | <u>276,088,627</u>                     |

#### Acquired receivables

The value of acquired trade receivables is AED 103,563,786. The gross contractual amount for trade receivables due is AED 120,945,899, with a loss allowance of AED 17,382,113 recognised on acquisition.

Intangible assets transferred from the Parent as part of the business combination under common control to ADNHC Abu Dhabi are as follows:

|                        |                                        |
|------------------------|----------------------------------------|
|                        | 31 March<br>2024<br>AED<br>(Unaudited) |
| Customer relationships | 200,100,000                            |
| Goodwill               | 87,971,591                             |
|                        | <u>288,071,591</u>                     |

The impact on the condensed consolidated interim statement of cash flows is AED 455,837 representing the cash acquired through business combination as other elements related to this transaction are non-cash transactions.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 20 Income taxes

Income tax expense recorded in the condensed consolidated statement of profit or loss comprises the following:

|              | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited<br>and not<br>reviewed) |
|--------------|--------------------------------------------|-------------------------------------------------------------------|
| Current tax  | 14,242,303                                 | -                                                                 |
| Deferred tax | (449,968)                                  | -                                                                 |
|              | <u>13,792,335</u>                          | <u>-</u>                                                          |

For determining the tax expense for the period, the accounting profit has been considered for tax purposes. The average effective tax rate is approximately 9%.

Deferred tax liabilities movement during the period:

|                                                   | Intangible<br>assets<br>AED | Right-of-<br>use assets<br>AED | Lease<br>liabilities<br>AED | Total<br>AED      |
|---------------------------------------------------|-----------------------------|--------------------------------|-----------------------------|-------------------|
| At 1 October 2023<br>(Unaudited and not reviewed) | -                           | -                              | -                           | -                 |
| Acquired through business<br>combination          | 18,008,999                  | (15,250)                       | 4,978                       | 17,998,727        |
| (Charge)/credit during the period                 | (450,225)                   | 381                            | (124)                       | (449,968)         |
| At 30 September 2024<br>(Unaudited)               | <u>17,558,774</u>           | <u>(14,869)</u>                | <u>4,854</u>                | <u>17,548,759</u> |

### 21 Basic and diluted earnings per share

Basic Earnings Per Share (EPS) is calculated by dividing the profit for the period attributable to ordinary equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS is calculated by dividing the profit for the period attributable to ordinary equity holders of the Parent by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on conversion of all the dilutive potential ordinary shares into ordinary shares. As at 30 September 2024 and 30 September 2023, there were no shares which were dilutive in nature.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 21 Basic and diluted earnings per share (continued)

The following table reflects the profit for the period and share data used in the basic and diluted EPS calculations:

|                                                             |                                            |
|-------------------------------------------------------------|--------------------------------------------|
|                                                             | 30 September<br>2024<br>AED<br>(Unaudited) |
| Earnings attributable to equity holders of the Parent (AED) | 139,095,034                                |
| Weighted average number of shares in issue                  | 2,250,000,000                              |
| Basic and diluted earnings per share (AED)                  | 0.062                                      |

The weighted average number of ordinary shares for periods presented have been adjusted for the effects of capitalisation arising from the reorganisation which resulted in the issuance of 2,250,000,000 ordinary shares in June 2024.

### 22 Segment information

The Group's operating segments are determined based on its internal reporting to the Chief Operating Decision Maker (the "CODM"). The CODM has been determined to be the Chief Executive Officer ("CEO"), as all final decisions are made by the CEO in consultation with the executive committee and the function is primarily responsible for the allocation of resources to segments and assessment of performance of segments.

The primary segment reporting format is determined to be operating segments as the Group's risks and rates of return are affected predominantly by differences in the products and services produced. The operating segments are organised and managed separately according to the nature of the products and services provided, with each segment representing a strategic operating unit that offers different products and serves different markets.

#### Operating segments

For management purposes, the Group is currently organised into two major operating segments. These segments are the basis on which the Group reports its primary segmental information. These are:

- Catering services
- Support services

The segments are concentrated into two elements which are providing food & beverage services to the customers under catering services and the other is to provide various support services which includes manpower services, laundry services and other services. This presentation reflects how the Group's operating performance is reviewed internally by management and the CODM. Catering services and support services segments' performance is measured based on profit or loss.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 22 Segment information (continued)

Segment profit represents the profit or loss earned by each segment after considering general and administrative expenses, other income, finance income and finance costs. This is the measure reported to the CODM for the purposes of resource allocation and assessment of segment performance.

| For the twelve-month period ended<br>30 September 2024 (Unaudited) | Catering<br>services<br>AED | Support<br>services<br>AED | Total<br>AED    |
|--------------------------------------------------------------------|-----------------------------|----------------------------|-----------------|
| Revenue from customers                                             |                             |                            |                 |
| - Over a period of time                                            | 19,384,714                  | 471,381,868                | 490,766,582     |
| - At a point in time                                               | 871,238,821                 | 87,137,597                 | 958,376,418     |
| Total revenues                                                     | 890,623,535                 | 558,519,465                | 1,449,143,000   |
| Direct costs                                                       | (714,804,689)               | (509,118,451)              | (1,223,923,140) |
| <b>Gross profit</b>                                                | 175,818,846                 | 49,401,014                 | 225,219,860     |
| General and administrative expenses                                | (56,041,468)                | (16,595,455)               | (72,636,923)    |
| Share of profit from joint venture                                 | 651,257                     | -                          | 651,257         |
| Other income, net                                                  | 176,146                     | 46,049                     | 222,195         |
| Finance income                                                     | 2,273,328                   | 670,357                    | 2,943,685       |
| Finance costs                                                      | (2,644,717)                 | (867,988)                  | (3,512,705)     |
| <b>Profit before income tax</b>                                    | 120,233,392                 | 32,653,977                 | 152,887,369     |
| Income tax expense                                                 |                             |                            | (13,792,335)    |
| <b>Profit for the period</b>                                       |                             |                            | 139,095,034     |

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 22 Segment information (continued)

| For the twelve-month period ended<br>30 September 2023 (Unaudited and not reviewed) | Catering<br>services<br>AED | Support<br>services<br>AED | Total<br>AED    |
|-------------------------------------------------------------------------------------|-----------------------------|----------------------------|-----------------|
| Revenue from customers                                                              |                             |                            |                 |
| - Over a period of time                                                             | 34,967,672                  | 462,196,600                | 497,164,272     |
| - At a point in time                                                                | 839,900,312                 | 51,727,616                 | 891,627,928     |
| Total revenues                                                                      | 874,867,984                 | 513,924,216                | 1,388,792,200   |
| Direct costs                                                                        | (665,289,129)               | (459,481,904)              | (1,124,771,033) |
| <b>Gross profit</b>                                                                 | 209,578,855                 | 54,442,312                 | 264,021,167     |
| General and administrative expenses                                                 | (60,002,662)                | (14,953,220)               | (74,955,882)    |
| Reversal for impairment of financial assets                                         | (897,915)                   | (7,074)                    | (904,989)       |
| Other income                                                                        | 21,040,823                  | 5,252,650                  | 26,293,473      |
| Other expense                                                                       | (2,395,398)                 | (622,252)                  | (3,017,650)     |
| Finance income                                                                      | 2,209,810                   | 574,043                    | 2,783,853       |
| Finance costs                                                                       | (2,210,122)                 | (574,124)                  | (2,784,246)     |
| <b>Profit for the period</b>                                                        | 167,323,391                 | 44,112,335                 | 211,435,726     |

Revenue of approximately AED 273,852,734 (30 September 2023: AED 230,053,955) is derived from one customer. This revenue is attributed to catering services only.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 23 Contingent liabilities

|                           | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>Unaudited and<br>not reviewed) |
|---------------------------|--------------------------------------------|---------------------------------------------------------------|
| Bank guarantees           | <u>202,113,795</u>                         | <u>211,066,462</u>                                            |
| Within one year           | 3,120,007                                  | 12,721,402                                                    |
| Between one and two years | 14,043,676                                 | 12,838,997                                                    |
| Above two years           | <u>184,950,112</u>                         | <u>185,506,063</u>                                            |
|                           | <u>202,113,795</u>                         | <u>211,066,462</u>                                            |

The above bank guarantees were issued in the normal course of business.

#### *Commitments*

The estimated commitments contracted at 30 September 2024 amounts to AED 43.1 million (30 September 2023: AED 12.2 million).

### 24 Fair value measurement

The Group's management considers that the fair values of financial assets and financial liabilities approximate to their carrying amounts as stated in the condensed consolidated interim financial information.

Fair value hierarchy levels 1 to 3 are based on the degree to which the fair value is observable:

- Level 1 – fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – fair value measurement are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The carrying values of the Group's financial assets and financial liabilities as at 30 September 2024 are not materially different from their fair values.

# A D N H Catering plc

## Notes to condensed consolidated interim financial information for the twelve-month period ended 30 September 2024 (continued)

### 25 Non-cash transactions

Material non-cash transactions during the twelve-month period ended 30 September 2024 and 30 September 2023 are as follows:

|                                                                                                                 | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|-----------------------------------------------------------------------------------------------------------------|--------------------------------------------|----------------------------------------------------------------|
| Acquisition of subsidiaries (net assets acquired through business combination excluding cash and bank balances) | 275,632,790                                | -                                                              |
| Acquisition of a joint venture (Note 8)                                                                         | 9,708,096                                  | -                                                              |
| Right-of-use assets (Note 6)                                                                                    | 6,639,394                                  | 42,791,680                                                     |
| Lease liabilities (Note 14)                                                                                     | 6,639,394                                  | 45,211,843                                                     |
| Increase in share capital (Note 13)                                                                             | 224,996,327                                | -                                                              |
| Conversion of dividend declared to capital contribution (Note 13)                                               | 61,553,802                                 | -                                                              |
| Dividends declared but not paid                                                                                 | -                                          | 214,350,828                                                    |
| Transfer of provision for employees' end of service benefits from a related party                               | -                                          | 2,951,097                                                      |

### 26 Financial instruments by category

The accounting policies for financial instruments have been applied to the line items below:

|                              | 30 September<br>2024<br>AED<br>(Unaudited) | 30 September<br>2023<br>AED<br>(Unaudited and<br>not reviewed) |
|------------------------------|--------------------------------------------|----------------------------------------------------------------|
| <b>Financial assets:</b>     |                                            |                                                                |
| Trade and other receivables  | 620,894,411                                | 557,260,965                                                    |
| Due from related parties     | 9,795,543                                  | 27,041,715                                                     |
| Cash and bank balances       | 133,953,637                                | 165,697,328                                                    |
|                              | <u>764,643,591</u>                         | <u>750,000,008</u>                                             |
| <b>Financial liabilities</b> |                                            |                                                                |
| Trade and other payables     | 416,099,360                                | 415,234,941                                                    |
| Due to related parties       | 22,785,212                                 | 23,177,917                                                     |
| Lease liabilities            | 61,931,839                                 | 77,971,210                                                     |
|                              | <u>500,816,411</u>                         | <u>516,384,068</u>                                             |

For the purpose of the financial instrument's disclosure, non-financial assets have been excluded from 'trade and other receivables'.