

ALPHA DHABI HOLDING PJSC

**Review report and interim
condensed consolidated financial
statements for the three-month
period ended 31 March 2022 (unaudited)**

ALPHA DHABI HOLDING PJSC

Review report and interim condensed consolidated financial statements for the three-month period ended 31 March 2022

| | Pages |
|--|---------------|
| Report on review of interim condensed consolidated financial statements | 1 |
| Interim condensed consolidated statement of financial position | 2 - 3 |
| Interim condensed consolidated statement of profit or loss | 4 |
| Interim condensed consolidated statement of comprehensive income | 5 |
| Interim condensed consolidated statement of changes in equity | 6 |
| Interim condensed consolidated statement of cash flows | 7 - 8 |
| Notes to the interim condensed consolidated financial statements | 9 - 42 |

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ALPHA DHABI HOLDING PJSC

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Alpha Dhabi Holding PJSC (the “Company”) and its subsidiaries (together referred to as “the Group”), as at 31 March 2022 and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-month period then ended and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 *Interim Financial Reporting*. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim condensed consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements is not prepared, in all material respects, in accordance with International Accounting Standard 34 *Interim Financial Reporting*.

Deloitte & Touche (M.E.)



Mohammad Khamees Al Tah
Registration No. 717
29 April 2022
Abu Dhabi
United Arab Emirates

**Interim condensed consolidated statement of financial position
as at 31 March 2022**

| | | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|---|----|---|--|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 5 | 6,862,928 | 6,365,210 |
| Intangible assets | 6 | 1,179,100 | 1,211,193 |
| Goodwill | | 451,672 | 451,672 |
| Biological assets | | 25,343 | 25,273 |
| Investment properties | | 431,751 | 434,713 |
| Right-of-use assets | 20 | 720,022 | 588,642 |
| Investment in associates | 7 | 11,735,500 | 11,617,762 |
| Investment in joint ventures | 8 | 811,443 | 70,886 |
| Investment in financial assets | 9 | 1,054,119 | 1,650 |
| Contract assets | 11 | 687,978 | 687,978 |
| Deferred tax assets | | 17,730 | 16,935 |
| Retention receivables | 10 | 35,892 | 35,778 |
| Total non-current assets | | 24,013,478 | 21,507,692 |
| Current assets | | | |
| Inventories | | 751,832 | 697,981 |
| Development work-in-progress | | 147,012 | 147,012 |
| Trade and other receivables | 10 | 10,877,448 | 6,717,679 |
| Contract assets | 11 | 5,097,648 | 5,055,762 |
| Due from related parties | 12 | 1,343,314 | 1,326,790 |
| Investment in financial assets | 9 | 1,463,089 | 1,000,424 |
| Cash and bank balances | 13 | 5,805,383 | 7,755,403 |
| Total current assets | | 25,485,726 | 22,701,051 |
| Assets of group held-for-sale | 14 | 3,056,256 | 3,138,608 |
| | | 28,541,982 | 25,839,659 |
| Total assets | | 52,555,460 | 47,347,351 |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | 15 | 10,000,000 | 10,000,000 |
| Statutory reserve | | 318,325 | 318,325 |
| Merger reserve | 16 | 9,062,643 | 8,723,368 |
| Other reserves | | (120,259) | (2,908) |
| Reserves of a group held-for-sale | | (10,526) | 13,788 |
| Retained earnings | | 5,877,388 | 3,964,433 |
| Equity attributable to the Owners of the Company | | 25,127,571 | 23,017,006 |
| Non-controlling interests | | 4,763,463 | 2,954,575 |
| Total equity | | 29,891,034 | 25,971,581 |

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

**Interim condensed consolidated statement of financial position (continued)
as at 31 March 2022**

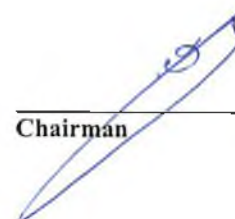
| | Notes | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|--|-------|---|--|
| Non-current liabilities | | | |
| Lease liabilities | 20 | 657,447 | 545,581 |
| Loan from a related party | 12 | 13,300 | 13,300 |
| Provision for employees' end of service benefits | | 683,855 | 658,645 |
| Bank borrowings | 17 | 4,488,298 | 4,277,302 |
| Derivative financial instruments | | 14,873 | 19,559 |
| Trade and other payables | 19 | 28,025 | 25,693 |
| Total non-current liabilities | | 5,885,798 | 5,540,080 |
| Current liabilities | | | |
| Contract liabilities | 18 | 2,700,892 | 1,634,318 |
| Trade and other payables | 19 | 9,799,198 | 9,888,946 |
| Bank borrowings | 17 | 940,416 | 1,306,425 |
| Lease liabilities | 20 | 48,207 | 41,858 |
| Due to related parties | 12 | 1,143,430 | 749,811 |
| Derivative financial instruments | | 30,558 | 26,005 |
| Total current liabilities | | 14,662,701 | 13,647,363 |
| Liabilities of group held-for-sale | 14 | 2,115,927 | 2,188,327 |
| | | 16,778,628 | 15,835,690 |
| Total liabilities | | 22,664,426 | 21,375,770 |
| Total equity and liabilities | | 52,555,460 | 47,347,351 |



Group Chief Financial Officer



Managing Director



Chairman

**Interim condensed consolidated statement of profit or loss
for the three-month period ended 31 March 2022**

| | Notes | 3-month ended 31 March | |
|--|-----------|---------------------------------|---------------------------------|
| | | 2022 (unaudited) AED '000 | 2021 (unaudited) AED '000 |
| Revenue | 21 | 8,167,036 | 1,019,840 |
| Direct costs | | (5,474,075) | (905,173) |
| Gross profit | | 2,692,961 | 114,667 |
| General, administrative and selling expenses | | (443,394) | (23,402) |
| Share of results of associates | | 170,745 | 278 |
| Share of results of joint ventures | | (101,473) | 7,077 |
| Net changes in fair value of investments carried at FVTPL | | 344,958 | - |
| Impairment of trade receivables, retention receivables, due from related parties, contract assets and other assets | | (11,345) | (1,787) |
| Other income | | 252,345 | 5,266 |
| Finance income | | 7,025 | 795 |
| Finance costs | | (45,624) | (3,089) |
| Foreign exchange loss | | (20,874) | - |
| Profit before tax | | 2,845,324 | 99,805 |
| Income tax | | (6,216) | - |
| Profit after tax | | 2,839,108 | 99,805 |
| Profit after tax attributable to: | | | |
| Owners of the Company | | 1,972,603 | 100,501 |
| Non-controlling interests | | 866,505 | (696) |
| Profit for the period | | 2,839,108 | 99,805 |
| Earnings per share attributable to equity holders of the company | 26 | AED 0.20 | AED 0.41 |

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

**Interim condensed consolidated statement of comprehensive income
for the three-month period ended 31 March 2022**

| | 3-month ended 31 March | |
|--|-------------------------------|-------------|
| | 2022 | 2021 |
| | (unaudited) | (unaudited) |
| | AED '000 | AED '000 |
| Profit after tax | 2,839,108 | 99,805 |
| Other comprehensive income / (loss): | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | |
| Fair value gain arising on hedging instruments during the period | 7,379 | - |
| Exchange differences arising on translation of foreign operations | (149,314) | - |
| Share of other comprehensive income of associates | (19,816) | - |
| <i>Items that will not be reclassified subsequently to profit or loss:</i> | | |
| Fair value gain on investments in equity instruments designated as FVTOCI | (38) | - |
| Share of other comprehensive income of associates | 14,248 | - |
| Other comprehensive loss from assets held-for-sale | (54,801) | - |
| | <hr/> | <hr/> |
| Total other comprehensive loss | (202,342) | - |
| | <hr/> | <hr/> |
| Total comprehensive income for the period | 2,636,766 | 99,805 |
| | <hr/> | <hr/> |
| Total comprehensive income attributable to: | | |
| Owners of the Company | 1,830,938 | 100,501 |
| Non-controlling interests | 805,828 | (696) |
| | <hr/> | <hr/> |
| Total comprehensive income for the period | 2,636,766 | 99,805 |
| | <hr/> <hr/> | <hr/> <hr/> |

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

**Interim condensed consolidated statement of changes in equity
for the three-month period ended 31 March 2022**

| | Share capital AED '000 | Statutory reserve AED '000 | Contributed capital AED '000 | Merger reserve AED '000 | Restricted reserve AED '000 | Other reserves AED '000 | Reserves of a group held-for- sale AED '000 | Retained earnings AED '000 | Equity attributable to the Owners of the Company AED '000 | Non- controlling interests AED '000 | Total equity AED '000 |
|--|------------------------------|----------------------------------|------------------------------------|-------------------------------|-----------------------------------|-------------------------------|---|----------------------------------|---|--|-----------------------------|
| At 1 January 2021 (audited) | 300 | 150 | 214,335 | - | 72,379 | - | - | 727,819 | 1,014,983 | 30,477 | 1,045,460 |
| Total comprehensive income / (loss) for the period | - | - | - | - | - | - | - | 100,501 | 100,501 | (696) | 99,805 |
| At 31 March 2021 (unaudited) | 300 | 150 | 214,335 | - | 72,379 | - | - | 828,320 | 1,115,484 | 29,781 | 1,145,265 |
| At 1 January 2022 (audited) | 10,000,000 | 318,325 | - | 8,723,368 | - | (2,908) | 13,788 | 3,964,433 | 23,017,006 | 2,954,575 | 25,971,581 |
| Profit for the period | - | - | - | - | - | - | - | 1,972,603 | 1,972,603 | 866,505 | 2,839,108 |
| Other comprehensive loss for the period | - | - | - | - | - | (141,665) | - | - | (141,665) | (60,677) | (202,342) |
| Total comprehensive / (loss) income for the period | - | - | - | - | - | (141,665) | - | 1,972,603 | 1,830,938 | 805,828 | 2,636,766 |
| Equity arising from business combinations under common control (Note 22) | - | - | - | 789,534 | - | - | - | - | 789,534 | 325,188 | 1,114,722 |
| Non-controlling interests arising from business combinations under common control (Note 22) | - | - | - | - | - | - | - | - | - | 172,259 | 172,259 |
| Non-controlling interests arising from acquisition of a subsidiary (Note 23) | - | - | - | - | - | - | - | - | - | (86) | (86) |
| Transfer to non-controlling interests on dilution of ownership (Note 16) | - | - | - | (450,259) | - | - | - | (59,648) | (509,907) | 509,907 | - |
| Non-controlling interests arising on incorporation of a new subsidiary | - | - | - | - | - | - | - | - | - | 292 | 292 |
| Dividend | - | - | - | - | - | - | - | - | - | (4,500) | (4,500) |
| Transfer arising from assets held-for-sale | - | - | - | - | - | 24,314 | (24,314) | - | - | - | - |
| At 31 March 2022 | 10,000,000 | 318,325 | - | 9,062,643 | - | (120,259) | (10,526) | 5,877,388 | 25,127,571 | 4,763,463 | 29,891,034 |

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

**Interim condensed consolidated statement of cash flows
for the three-month period ended 31 March 2022**

| | Notes | 3-month period ended 31 March | |
|---|-------|---------------------------------|---------------------------------|
| | | 2022 (unaudited) AED '000 | 2021 (unaudited) AED '000 |
| Cash flows from operating activities | | | |
| Profit before tax | | 2,845,324 | 99,805 |
| Adjustment for non-cash charges: | | | |
| Depreciation of property, plant and equipment | | 203,726 | 25,628 |
| Amortisation of intangible assets | 6 | 40,263 | - |
| Depreciation of right-of-use assets | | 15,060 | 1,101 |
| Depreciation of investment properties | | 2,962 | 1,246 |
| Provision for employees' end of service benefits | | 40,250 | 4,035 |
| Re-measurement of biological assets | | (70) | - |
| Share of results of associates | | (170,745) | (278) |
| Share of results of joint ventures | | 101,473 | (7,078) |
| Net changes in fair value of derivative financial instruments | | (7,592) | - |
| Interest expense on lease liabilities | | 7,278 | - |
| Loss on disposal of property, plant and equipment | | 1,980 | - |
| Gain on lease cancellation | | (357) | - |
| Net changes in fair value of investments carried at fair value through profit and loss ("FVTPL") | 9 | (344,958) | - |
| Dividend income | | (169,614) | - |
| Finance income | | (7,025) | - |
| Finance costs | | 38,346 | 3,089 |
| Provision for slow moving and obsolete inventories | | 8,706 | - |
| Amortisation of borrowing costs | | 265 | - |
| Impairment of financial assets | | 11,345 | 1,787 |
| Property, plant and equipment written-off | | 1,933 | - |
| Goodwill written-off | | 777 | - |
| Operating cashflows before movement in working capital | | 2,619,327 | 129,335 |
| Movements in working capital | | | |
| (Increase) / decrease in inventories | | (40,958) | 14,241 |
| (Increase) / decrease in trade and other receivables | | (2,123,046) | 389,089 |
| Increase in retention receivable | | (114) | - |
| (Increase) / decrease in contract assets | | (49,805) | 35,625 |
| Decrease / (increase) in due from related parties | | 68,244 | (23,821) |
| Increase / (decrease) in contract liabilities | | 1,066,574 | (177,089) |
| Decrease in trade and other payables | | (747,519) | (148,294) |
| Increase in due to related parties | | 627,120 | 51,194 |
| Increase in deferred tax | | (795) | - |
| Movement in disposal group held-for-sale | | (96,013) | - |
| Cash generated from operating activities | | 1,323,015 | 270,280 |
| Employees' end of service benefits paid | | (24,402) | (3,062) |
| Income tax credit received | | 1,901 | - |
| Net cash generated from operating activities | | 1,300,514 | 267,218 |

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

**Interim condensed consolidated statement of cash flows
for the three-month period ended 31 March 2022 (continued)**

| | 3-month period ended 31 March | |
|--|--|--|
| | 2022 (unaudited) AED '000 | 2021 (unaudited) AED '000 |
| Cash flows from investing activities | | |
| Payments for purchases of property, plant and equipment | (208,383) | (19,899) |
| Cash inflows on business combinations of entities under common control and acquisition of a subsidiary | 116,647 | - |
| Proceeds from disposal of property, plant and equipment | 7,235 | 246 |
| Payments for purchases of intangible assets | (1,692) | - |
| Payment for investment in a joint venture | 8 (847,167) | - |
| Dividend received from associates | 1,590 | - |
| Payments for investment in financial assets | (1,170,214) | - |
| Deposit placed with banks | 19,349 | - |
| Movement in restricted cash | 10,534 | - |
| Dividend income received | 169,614 | - |
| Finance income received | 6,396 | - |
| Net cash used in investing activities | (1,896,091) | (19,653) |
| Cash flows from financing activities | | |
| Repayment of borrowings | (517,145) | (12,048) |
| Proceeds from borrowings | 33,138 | - |
| Dividend paid to non-controlling interest holders | (760,500) | - |
| Finance costs paid | (31,674) | (3,089) |
| Payment of lease liabilities | (26,307) | (1,067) |
| Payment for derivative financial instruments | (5,493) | - |
| Net cash used in financing activities | (1,307,981) | (16,204) |
| Net (decrease) / increase in cash and cash equivalents | (1,903,558) | 231,361 |
| Effect of foreign exchange rate changes | (138,121) | - |
| Cash and cash equivalents at the beginning of the period | 6,967,049 | 474,770 |
| Cash and cash equivalents at the end of the period | 4,925,370 | 706,131 |

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

Notes to the interim condensed consolidated financial statements for the three-month period ended 31 March 2022

1 General information

Alpha Dhabi Holding PJSC (the “Company”) is a Public Joint Stock Company registered in the Emirate of Abu Dhabi, United Arab Emirates. Its parent company is International Holding Company PJSC. The Company’s registered address is P.O. Box 111059, Abu Dhabi, United Arab Emirates. The Company’s ordinary shares are listed on the Abu Dhabi Securities Exchange. The comparative amounts for the period ended 31st March 2021 includes the financial position and performance of Trojan Contracting LLC only and are not comparable to that extent.

The principal activities of the Company and its subsidiaries (together referred to as “the Group”) carried out both in the UAE and abroad include:

- Medical services including management of hospitals, testing laboratories and medical clinics;
- Engineering and construction contracting of buildings, infrastructure development, earth and civil works;
- Engineering, procurement and dredging contracts and associated land reclamation work in the territorial waters of different countries;
- Islamic banking and financial services, including Shariah-compliant loans and deposits;
- Tourism-related investments, development and management;
- Industrial production-related investments, development and management;
- Forestry and natural vegetation management including farming, agricultural-related investments and management;
- Oil and gas engineering and operation management services;
- Production and supply of ready-mix concrete;
- Investment in a diverse range of industries;
- Ready-mix and dry-mix concrete and mortar manufacturing;
- Manufacturing, supply, installation and fabrication of aluminium and glass panels;
- Security services;
- Manufacturing of motor vehicles;
- Facilities management services and medical billing services;
- Renewable energy power plants; and
- Digital banking services.

2 Basis of preparation

Statement of compliance

These interim condensed consolidated financial statements for the three-month period ended 31 March 2022 have been prepared in accordance with IAS 34, *Interim Financial Reporting*. The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2021. In addition, results for the three-month period ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

These interim condensed consolidated financial statements as at 31 March 2022 include the financial performance and position of the Group as disclosed in its annual consolidated financial statements for the year ended 31 December 2021 and new subsidiaries acquired during the current period as disclosed in Note 22 and 23.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)****2 Basis of preparation (continued)****Accounting convention**

These interim condensed consolidated financial statements have been prepared on a historical cost basis except for financial assets carried at fair value through other comprehensive income, fair value through profit and loss, derivative financial instruments and biological assets that are measured at fair value. Historical cost is generally based on the fair value of the consideration given in exchange for assets.

Functional and presentation currency

The interim condensed consolidated financial statements are prepared in United Arab Emirates Dirhams (AED), which is the Group's functional and presentation currency and all values are rounded to the nearest thousand (AED'000) except where otherwise stated.

3 Application of new and revised International Financial Reporting Standards (IFRS)

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2021, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below.

a) Amendment to standards and interpretations issued and effective during the financial year beginning 1 January 2022*Reference to the Conceptual Framework - Amendments to IFRS 3*

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.

Property, Plant and Equipment - Proceeds before Intended Use - amendments to IAS 16

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the cost of producing those items, in interim condensed consolidated statement of profit or loss.

Onerous Contracts - Cost of Fulfilling a Contract - amendments to IAS 37

The amendments specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

Annual Improvements to IFRS Standards 2018–2020

The Annual Improvements include amendments to IFRS 1 First-time Adoption of International Financial Reporting Standards (effective from January 1, 2022), IFRS 9 Financial Instruments (effective from January 1, 2022), IFRS 16 Leases (effective date not yet decided) and IAS 41 Agriculture (effective from January 1, 2022).

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)****3 Application of new and revised International Financial Reporting Standards (IFRS)
(continued)****b) New standards and amendments issued but not yet effective**

Classification of Liabilities as Current or Non-Current - amendments to IAS 1 (effective from 1 January 2023)

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the interim condensed consolidated statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.

Amendment to IAS 12 (effective from 1 January 2023)

The deferred tax related to assets and liabilities arising from a single transaction that clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations.

IFRS 17: Insurance Contracts (effective from 1 January 2023)

IFRS 17 requires insurance liabilities to be measured at a current fulfilment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 Insurance Contracts as at January 1, 2023.

Amendments to IFRS Insurance Contracts (effective from 1 January 2023)

IFRS 17 to address concerns and implementation challenges that were identified after IFRS 17 was published in 2017.

Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures (2011)

The amendment relates to the treatment of the sale or contribution of assets from an investor to its associate or joint venture. (Effective date deferred indefinitely. Adoption is still permitted).

Extension of the Temporary Exemption from Applying IFRS 9 (Amendment to IFRS 4) (effective from 1 January 2023)

The amendment changes the fixed expiry date for the temporary exemption in IFRS 4 'Insurance contracts' from applying IFRS 9 'Financial Instrument', so that entities would be required to apply IFRS 9.

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2 (effective from 1 January 2023)

The amendments require that an entity discloses its material accounting policies, instead of its significant accounting policies. Further amendments explain how an entity can identify a material accounting policy. Examples of when an accounting policy is likely to be material are added. To support the amendment, the Board has also developed guidance and examples to explain and demonstrate the application of the 'four-step materiality process' described in IFRS Practice Statement 2.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

**3 Application of new and revised International Financial Reporting Standards (IFRS)
(continued)**

b) New standards and amendments issued but not yet effective (continued)

Definition of Accounting Estimates - Amendments to IAS 8 (effective from 1 January 2023)

The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are “monetary amounts in interim condensed consolidated financial statements that are subject to measurement uncertainty”. Entities develop accounting estimates if accounting policies require items in interim condensed consolidated financial statements to be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error.

The above stated new standards and amendments are not expected to have any significant impact on the interim condensed consolidated financial statements of the Group. There are no other applicable new standards and amendments to published standards or International Financial Reporting Interpretations Committee “IFRIC” interpretations that have been issued that would be expected to have a material impact on the interim condensed consolidated financial statements of the Group.

4 Significant accounting judgments and estimates

The preparation of the interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were substantially the same as those that applied to the Group's annual consolidated financial statements for the year ended 31 December 2021.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

5 Property, plant and equipment

| | Land AED '000 | Buildings and base facilities AED '000 | Dredgers, machinery and equipment AED '000 | Barges, support vessels and vehicles AED '000 | Furniture, equipment and leasehold improvements AED '000 | Capital work- in-progress AED '000 | Total AED '000 |
|--|------------------|--|---|---|--|--|-------------------|
| At 31 December 2021 (audited) | | | | | | | |
| Cost | 225,234 | 1,872,375 | 2,628,726 | 6,905,029 | 606,833 | 559,383 | 12,797,580 |
| Less: accumulated depreciation | - | (869,815) | (1,074,940) | (4,026,955) | (460,660) | - | (6,432,370) |
| Net carrying value | 225,234 | 1,002,560 | 1,553,786 | 2,878,074 | 146,173 | 559,383 | 6,365,210 |
| Three-month period ended 31 March 2022 | | | | | | | |
| Opening net carrying value | 225,234 | 1,002,560 | 1,553,786 | 2,878,074 | 146,173 | 559,383 | 6,365,210 |
| Additions | - | 1,382 | 20,165 | 25,377 | 16,227 | 145,232 | 208,383 |
| Depreciation charge | - | (19,757) | (71,207) | (95,487) | (17,275) | - | (203,726) |
| Acquired in common control business combinations (Note 22) | - | 319,384 | 78,085 | 1,360 | 52,478 | 60,732 | 512,039 |
| Assets arising on acquisition of a subsidiary (Note 23) | - | - | - | - | 21 | - | 21 |
| Others/reclassification | - | 164 | 91 | (1,995) | (102) | - | (1,842) |
| Transfers | - | 8,879 | 1,572 | 890 | 3,804 | (21,154) | (6,009) |
| Write-off | - | - | - | - | - | (1,933) | (1,933) |
| Disposals net carrying value | - | (91) | (6,962) | (1,700) | (462) | - | (9,215) |
| Closing net carrying value | 225,234 | 1,312,521 | 1,575,530 | 2,806,519 | 200,864 | 742,260 | 6,862,928 |
| At 31 March 2022 (unaudited) | | | | | | | |
| Cost | 225,234 | 2,202,445 | 2,763,528 | 6,829,370 | 701,756 | 742,260 | 13,464,623 |
| Less: accumulated depreciation | - | (889,924) | (1,187,998) | (4,022,851) | (500,892) | - | (6,601,695) |
| Net carrying value | 225,234 | 1,312,521 | 1,575,530 | 2,806,519 | 200,864 | 742,260 | 6,862,928 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

6 Intangible assets

| | Software AED '000 | Customer related intangible AED '000 | Trademark AED '000 | Patent AED '000 | Total AED '000 |
|--|----------------------|---|-----------------------|--------------------|-------------------|
| At 31 December 2021 (audited) | | | | | |
| Cost | 33,352 | 1,286,100 | 736 | - | 1,320,188 |
| Less: accumulated depreciation | (18,452) | (90,100) | (443) | - | (108,995) |
| | <u>14,900</u> | <u>1,196,000</u> | <u>293</u> | <u>-</u> | <u>1,211,193</u> |
| Three-month period ended 31 March 2022 | | | | | |
| Opening net carrying value | 14,900 | 1,196,000 | 293 | - | 1,211,193 |
| Acquired in common control business combinations (Note 22) | 5,724 | - | - | 754 | 6,478 |
| Additions | 1,120 | - | 572 | - | 1,692 |
| Amortisation charge | (1,246) | (38,945) | (72) | - | (40,263) |
| | <u>20,498</u> | <u>1,157,055</u> | <u>793</u> | <u>754</u> | <u>1,179,100</u> |
| At 31 March 2022 (unaudited) | | | | | |
| Cost | 40,860 | 1,286,100 | 1,308 | 964 | 1,329,232 |
| Less: accumulated depreciation | (20,362) | (129,045) | (515) | (210) | (150,132) |
| | <u>20,498</u> | <u>1,157,055</u> | <u>793</u> | <u>754</u> | <u>1,179,100</u> |

7 Investment in associates

The movement in investment in associates is as follows:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|---|---|--|
| At the beginning of the period/year | 11,617,762 | 2,706 |
| Acquired in common control business combinations | - | 2,080,404 |
| Transfer from investment in financial assets (Note 9) | - | 9,341,779 |
| Additions | - | 248,211 |
| Share of results | 170,745 | (27,940) |
| Share of other comprehensive loss | (5,568) | - |
| Partial disposal | - | (25,458) |
| Dividends received | (1,590) | (2,455) |
| Foreign exchange translation | (45,849) | 515 |
| | <u>11,735,500</u> | <u>11,617,762</u> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

7 Investment in associates (continued)

All of the associates are accounted for using the equity method in these interim condensed consolidated financial statements.

The investment in Aldar Properties PJSC is accounted for based on provisional fair values/net asset value which will be finalised within 12 months from the date of acquisition as common control transactions. The finalisation of the purchase price allocation may result in a bifurcation of the investment in associate between net assets and goodwill.

The latest available financial information in respect of the Group's associates as of the period ended 31 March 2022 are summarised below:

| | Aldar Properties PJSC | Q Holding PJSC (formerly "Al Qudra Holding PJSC") | Canal Sugar S.A.E. | Response Plus Holding PJSC | Others | Total | Total 31-Dec- 2021 |
|---|-----------------------------|--|--------------------------|-------------------------------------|----------|---------------------|-----------------------|
| | -----31 March 2022----- | | | | | | AED '000 |
| | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 |
| % of ownership interest | 29.78% | 25.24% | 33% | 36% | | | |
| Non-current assets | 22,806,658 | 8,102,308 | 2,611,794 | 59,226 | 24,751 | 33,604,737 | 33,636,464 |
| Current assets | 27,840,193 | 4,456,536 | 128,022 | 478,385 | 70,085 | 32,973,221 | 32,001,117 |
| Non-current liabilities | (11,489,796) | (2,202,644) | (327,073) | (6,223) | (7,431) | (14,033,167) | (13,244,212) |
| Current liabilities | (11,117,310) | (2,552,099) | (1,621,616) | (267,927) | (34,488) | (15,593,440) | (15,815,274) |
| Total net equity | 28,039,745 | 7,804,101 | 791,127 | 263,461 | 52,917 | 36,951,351 | 36,578,095 |
| Attributable to non-controlling interests | (637,273) | (1,047,400) | - | - | - | (1,684,673) | (1,748,311) |
| Attributable to Owners of the company | 27,402,472 | 6,756,701 | 791,127 | 263,461 | 52,917 | 35,266,678 | 34,829,784 |
| Group's share of net assets | 9,484,980 | 1,705,170 | 268,904 | 244,649 | 31,797 | 11,735,500 | 11,617,762 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

8 Investment in joint ventures

The movement in the Group's investment in joint ventures are as follows:

| | 31 March 2022 AED '000 (unaudited) AED '000 | 31 December 2021 AED '000 (audited) AED '000 |
|--|--|--|
| At the beginning of the period / year | 70,886 | 7,658 |
| Acquired in common control business combinations | - | 25,988 |
| Addition | 847,167 | - |
| Share of results | (101,473) | 37,240 |
| Foreign exchange translation | (5,137) | - |
| | <hr/> | <hr/> |
| At the end of the period/year | 811,443 | 70,886 |
| | <hr/> <hr/> | <hr/> <hr/> |

The joint ventures are accounted for using the equity method in these interim condensed consolidated financial statements.

During the period, the Group acquired 51% of WIO Holding Restricted Ltd ("WIO Holding") for a consideration of AED 847 million. WIO Holding is a private company incorporated under the laws of Abu Dhabi Global Market and owns 65% of WIO Bank PJSC, a newly established digital bank.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

9 Investment in financial assets

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|---|---|--|
| <u>Quoted securities</u> | | |
| <i>FVTPL investments</i> | | |
| At the beginning of the period / year | 823,267 | - |
| Acquired in common control business combinations | - | 411,020 |
| Additions during the period / year | 32,992 | 300,060 |
| Unrealised fair value gain | 344,958 | 232,042 |
| Assets of group held-for-sale | - | (119,855) |
| | <hr/> | <hr/> |
| At the end of the period/year | 1,201,217 | 823,267 |
| | <hr/> | <hr/> |
| <i>FVTOCI investments</i> | | |
| At the beginning of the period / year | 1,587 | - |
| Acquired in common control business combinations | - | 9,603,731 |
| Additions during the period / year | - | 11,581 |
| Disposal during the period / year | - | (104,458) |
| Unrealised fair value gain | - | 350,794 |
| Assets of group held-for-sale | (38) | (518,282) |
| Reclassification to investment in associates (Note 7) | - | (9,341,779) |
| | <hr/> | <hr/> |
| At the end of the period/year | 1,549 | 1,587 |
| | <hr/> | <hr/> |
| <u>Unquoted securities</u> | | |
| <i>FVTPL investments</i> | | |
| At the beginning of the period / year | 177,157 | - |
| Acquired in common control business combinations | - | 444,669 |
| Additions during the period / year | 84,715 | 12,488 |
| Assets of group held-for-sale | - | (280,000) |
| | <hr/> | <hr/> |
| At the end of the period/year | 261,872 | 177,157 |
| | <hr/> | <hr/> |
| <i>FVTOCI investments</i> | | |
| At the beginning of the period / year | 63 | - |
| Acquired in common control business combinations | - | 667 |
| Additions during the period / year | 1,052,507 | 45 |
| Foreign exchange loss | - | (19) |
| Disposal during the period / year | - | (490) |
| Assets of group held-for-sale | - | (140) |
| | <hr/> | <hr/> |
| At the end of the period / year | 1,052,570 | 63 |
| | <hr/> | <hr/> |
| Loss allowance | - | (1,848) |
| Assets of group held-for-sale | - | 1,848 |
| | <hr/> | <hr/> |
| Total | 2,517,208 | 1,002,074 |
| | <hr/> | <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

9 Investment in financial assets (continued)

Financial assets carried at fair value through profit or loss and financial assets carried at fair value through other comprehensive income as of 31 March 2022 are classified as follows:

| 31 March 2022 (unaudited) | 31 March 2022 (unaudited) | | | 31 December 2021 (audited) |
|---|---------------------------|-------------------------|-------------------------|----------------------------|
| | Quoted AED '000 | Unquoted AED '000 | Total AED '000 | Total AED '000 |
| <i>Financial assets carried at FVTPL</i> | | | | |
| Equity instruments | 1,201,217 | 164,669 | 1,365,886 | 987,936 |
| Investment in funds | - | 97,203 | 97,203 | 12,488 |
| | <u>1,201,217</u> | <u>261,872</u> | <u>1,463,089</u> | <u>1,000,424</u> |
| <i>Financial assets carried at FVTOCI</i> | | | | |
| Equity instruments * | 1,549 | 1,010,645 | 1,012,194 | 1,650 |
| Investment in funds | - | 41,925 | 41,925 | - |
| | <u>1,549</u> | <u>1,052,570</u> | <u>1,054,119</u> | <u>1,650</u> |
| Total | <u>1,202,766</u> | <u>1,314,442</u> | <u>2,517,208</u> | <u>1,002,074</u> |

Allocation of financial assets is as follows:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--------------|--|---|
| Non-current | 1,054,119 | 1,650 |
| Current | 1,463,089 | 1,000,424 |
| Total | <u>2,517,208</u> | <u>1,002,074</u> |

* This represents investment of AED 1 billion (2021: AED Nil) made in OCI Clean Fuels Limited, a private company limited by shares under the laws of ADGM incorporated in United Arab Emirates.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

10 Trade and other receivables

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| Trade receivables | 7,825,928 | 4,331,780 |
| Less: allowance for expected credit losses ('ECL') | (211,886) | (216,039) |
| | <hr/> | <hr/> |
| Net trade receivables | 7,614,042 | 4,115,741 |
| Retention receivables | 556,472 | 474,124 |
| Less: allowance for ECL | (45,493) | (45,493) |
| | <hr/> | <hr/> |
| Net retention receivables | 510,979 | 428,631 |
| Advances to suppliers | 1,315,789 | 1,198,129 |
| Less: allowance for ECL | (1,798) | (1,798) |
| | <hr/> | <hr/> |
| Net advances to suppliers | 1,313,991 | 1,196,331 |
| Prepayments and deposits | 368,819 | 337,072 |
| Advance against investment | 367,500 | 21,527 |
| Other receivables | 738,009 | 654,155 |
| Less: retention receivables - non-current | (35,892) | (35,778) |
| | <hr/> | <hr/> |
| | 10,877,448 | 6,717,679 |
| | <hr/> <hr/> | <hr/> <hr/> |

The Group measures the provision for impairment of trade receivables at an amount equal to lifetime ECL. The ECL on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the individual debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

The following table shows the movement in lifetime ECL that has been recognised for trade receivables, retention receivables and advances to suppliers in accordance with the simplified approach set out in IFRS 9.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

10 Trade and other receivables (continued)

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| At the beginning of the period / year | 263,330 | 182,371 |
| Acquired in common control business combinations | 1,863 | 66,365 |
| Additions due to acquisition of subsidiaries | - | 2,634 |
| Charge for the period / year | 3,426 | 53,153 |
| Disposal assets as held-for-sale | - | (3,557) |
| Written off | (9,442) | (37,636) |
| | <hr/> | <hr/> |
| At the end of the period / year | 259,177 | 263,330 |
| | <hr/> <hr/> | <hr/> <hr/> |

11 Contract assets

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| <i>Contract assets</i> | | |
| Amounts due from customers – third parties | 4,067,143 | 4,195,105 |
| Amounts due from customers – related parties (Note 12) | 969,181 | 978,508 |
| Less: allowance for ECL | (104,255) | (96,336) |
| | <hr/> | <hr/> |
| Contract costs | 4,932,069 | 5,077,277 |
| | 853,557 | 666,463 |
| | <hr/> | <hr/> |
| | 5,785,626 | 5,743,740 |
| | <hr/> <hr/> | <hr/> <hr/> |

Allocation of total contracts assets into current and non-current is as under:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|------------------------|---|--|
| <i>Contract assets</i> | | |
| Current | 5,097,648 | 5,055,762 |
| Non-current | 687,978 | 687,978 |
| | <hr/> | <hr/> |
| | 5,785,626 | 5,743,740 |
| | <hr/> <hr/> | <hr/> <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

11 Contract assets (continued)

The Group measures the expected credit loss allowance on amounts due from customers at an amount equal to lifetime ECL, taking into account the historical default experience and the future prospects of the respective industries.

The following table shows the movement in lifetime ECL that has been recognised for contract assets in accordance with the simplified approach set out in IFRS 9:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| At the beginning of the period / year | 96,336 | 25,558 |
| Acquired in common control business combinations | - | 779 |
| Charge for the period / year | 7,919 | 362,228 |
| Written off | - | (292,229) |
| | <hr/> | <hr/> |
| At the end of the period / year | 104,255 | 96,336 |
| | <hr/> <hr/> | <hr/> <hr/> |

12 Related parties

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| Due from related parties: | | |
| Entities managed by key management personnel | 370,425 | 370,325 |
| Entities under common control | 271,370 | 160,416 |
| Key management personnel | - | 12,698 |
| Associates | 597,018 | 628,126 |
| Joint ventures | 147,355 | 198,079 |
| | <hr/> | <hr/> |
| | 1,386,168 | 1,369,644 |
| Less: allowance for ECL | (42,854) | (42,854) |
| | <hr/> | <hr/> |
| | 1,343,314 | 1,326,790 |
| | <hr/> <hr/> | <hr/> <hr/> |

There is no movement in allowance for expected credit losses during the current period.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

12 Related parties (continued)

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| Due to related parties: | | |
| Entities managed by key management personnel | - | 486,000 |
| Entities under common control | 532,452 | 104,555 |
| Key management personnel | 454,731 | - |
| Associates | 1,139 | 1,704 |
| Joint ventures | - | 2,444 |
| Others | 155,108 | 155,108 |
| | <hr/> 1,143,430 <hr/> | <hr/> 749,811 <hr/> |
| Loan from a related party | 13,300 | 13,300 |
| | <hr/> 13,300 <hr/> | <hr/> 13,300 <hr/> |
| Contract assets (Note 11) | 969,181 | 978,508 |
| | <hr/> 969,181 <hr/> | <hr/> 978,508 <hr/> |
| Contract liabilities (Note 18) | 66,208 | 25,831 |
| | <hr/> 66,208 <hr/> | <hr/> 25,831 <hr/> |

Significant transactions with related parties carried out during the period comprise:

| | 3-month ended 31 March | |
|-----------------------------------|---------------------------------|-------------------------|
| | 2022 | 2021 |
| | AED '000 (unaudited) | AED '000 (unaudited) |
| Capital contribution arising from | | |
| Revenue | 952,160 | 182,626 |
| | <hr/> 952,160 <hr/> | <hr/> 182,626 <hr/> |
| Expenses | 206,987 | 28,680 |
| | <hr/> 206,987 <hr/> | <hr/> 28,680 <hr/> |
| Key management compensation | 73,361 | 771 |
| | <hr/> 73,361 <hr/> | <hr/> 771 <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

12 Related parties (continued)

Transactions with a financial institution are as follows:

| | 3-month ended 31 March | |
|-----------------|-------------------------------|--------------------|
| | 2022 | 2021 |
| | AED '000 | AED '000 |
| | (unaudited) | (unaudited) |
| Finance costs | 18,311 | 1,991 |
| Interest income | 5,051 | 252 |

Balances with a financial institution are as follows:

| | 31 March | 31 December |
|---------------------------------------|--------------------|--------------------|
| | 2022 | 2021 |
| | AED '000 | AED '000 |
| | (unaudited) | (audited) |
| Balances with a financial institution | 3,268,524 | 4,166,917 |
| Borrowings | 2,603,422 | 2,502,153 |
| Drawdowns | 181,562 | 364,383 |
| Repayment of borrowings | 80,292 | 720,856 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

13 Cash and bank balances

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|---|---|--|
| Cash in hand and bank | 5,052,374 | 6,756,802 |
| Short-term deposits | 607,997 | 856,234 |
| Wakala deposits | 175,917 | 173,272 |
| | <hr/> | <hr/> |
| | 5,836,288 | 7,786,308 |
| Less: allowance for ECL | (30,905) | (30,905) |
| | <hr/> | <hr/> |
| Cash and bank balances | 5,805,383 | 7,755,403 |
| Less: | | |
| Bank overdrafts (Note 17) | (408,379) | (379,651) |
| Restricted cash | (27,740) | (38,274) |
| Short-term deposit having maturity more than three months | (627,351) | (473,428) |
| Wakala deposits | - | (173,272) |
| Add: | | |
| Cash at banks and short-term deposits attributable to disposal group held-for-sale (Note 14) | 152,552 | 245,366 |
| Impairment loss allowance | 30,905 | 30,905 |
| | <hr/> | <hr/> |
| Cash and cash equivalents | 4,925,370 | 6,967,049 |
| | <hr/> <hr/> | <hr/> <hr/> |

Short-term deposits held by banks are restricted deposits for issuance of letters of guarantee and are not available for day-to-day operations of the Group. Interest is earned on these short-term deposits and ranges from 0.2% to 1.2% per annum (31 December 2021: 0.2% to 1.2%)

Bank overdraft facilities were availed from various banks. Bank overdraft facilities were obtained from local banks which were secured by approved payment certificate received from customers. Bank overdrafts are payable on demand.

Balances with banks are assessed to have low credit risks since they are reputable financial institutions selected by the Group. None of the balances with banks at the end of the reporting period are past due.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

14 Disposal group held-for-sale

In 2021, the Group announced the decision of its Board of Directors to sell its interests in Aafaq Islamic Finance P.S.C. (“Aafaq”), a partially owned subsidiary. The sale of Aafaq is expected to be completed within a year from the date of agreement. At 31 December 2021, Aafaq was classified as a disposal group held-for-sale and as a discontinued operation. The net assets of Aafaq classified as held-for-sale were as follows:

| | | As at 31 March 2022 AED'000 | Impairment AED'000 | Eliminations AED'000 | Net balance held-for-sale AED'000 | As at 31 December 2021 AED'000 |
|--|--------------|-----------------------------------|-----------------------|-------------------------|---|---|
| Total assets | Notes | | | | | |
| Property, plant and equipment | | 32,317 | (16,406) | - | 15,911 | - |
| Right-of-use assets | | 3,502 | (909) | - | 2,593 | - |
| Investment properties | | 193,838 | (646) | - | 193,192 | 217,192 |
| Investment in financial assets | | 916,670 | - | - | 916,670 | 916,429 |
| Islamic financing assets | | 1,673,440 | - | (39,178) | 1,634,262 | 1,617,919 |
| Trade and other receivables | | 33,200 | - | (109) | 33,091 | 32,092 |
| Due from related parties | | 66,150 | - | (190) | 65,960 | 65,874 |
| Wakala deposits | | 42,025 | - | - | 42,025 | 43,736 |
| Cash and bank balances | 13 | 152,552 | - | - | 152,552 | 245,366 |
| Assets of group held-for-sale | | 3,113,694 | (17,961) | (39,477) | 3,056,256 | 3,138,608 |
| Total liabilities | | | | | | |
| Bank borrowings | | (200,000) | - | - | (200,000) | (200,000) |
| Margins against letter of guarantees | | (862,022) | - | - | (862,022) | (901,440) |
| Lease liabilities | | (984) | - | - | (984) | (1,991) |
| Provision for employees' end of service benefits | | (6,007) | - | - | (6,007) | (5,908) |
| Trade and other payables | | (1,046,914) | - | - | (1,046,914) | (1,075,710) |
| Provision for impairment | | - | - | - | - | (3,278) |
| Liabilities of group held-for-sale | | (2,115,927) | - | - | (2,115,927) | (2,188,327) |
| Net assets of group held-for-sale | | 997,767 | (17,961) | (39,477) | 940,329 | 950,281 |

Impairment represents the adjustment to the net assets of Aafaq to make it equal to the selling price.

Net results from assets classified as held-for-sale are AED 44 million (2021: AED Nil) during the period ended 31 March 2022.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

14 Disposal group held-for-sale (continued)

During the period, Aafaq paid AED 106 million to the Group's net operating activities, contributed AED 13 million in respect of investing activities and contributed AED Nil in respect of financing activities.

15 Share capital

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| Authorised, issued and fully paid 10,000 million shares of AED 1 each (31 December 2021: 10,000 million shares of AED 1 each) | 10,000,000 | 10,000,000 |

16 Merger reserve

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|--|---|--|
| At the beginning of the period / year | 8,723,368 | - |
| Contribution arising from business combinations under common control | 789,534 | 17,183,306 |
| Transfer of non-controlling interests on dilution of ownership | (450,259) | - |
| Increase in share capital | - | (9,752,071) |
| Acquisition of non-controlling interests | - | 452,087 |
| Contribution from shareholder of a subsidiary | - | 840,046 |
| At the end of the period / year | 9,062,643 | 8,723,368 |

As part of a planned restructuring, Alpha Dhabi Health Holding LLC and AH Capital FZE incorporated Pure Health Holding LLC during the period, an investment holding company registered as a limited liability company in United Arab Emirates. As a result of this transaction, the Group's ownership interest in Pure Health Medical Supplies LLC was reduced from 63% to 51.7% and an amount of AED 450,259 thousand was transferred from merger reserve to non-controlling interests at 31 March 2022.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

17 Bank borrowings

Bank borrowings included in the interim condensed consolidated statement of financial position comprise the following:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|---------------------------|---|--|
| Term loan facilities | 4,920,294 | 4,655,876 |
| Other facilities | 100,041 | 548,200 |
| Bank overdrafts (Note 13) | 408,379 | 379,651 |
| | <hr/> 5,428,714 <hr/> | <hr/> 5,583,727 <hr/> |

Bank borrowings are classified as follows:

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|-------------|---|--|
| Non-current | 4,488,298 | 4,277,302 |
| Current | 940,416 | 1,306,425 |
| | <hr/> 5,428,714 <hr/> | <hr/> 5,583,727 <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

17 Bank borrowings (continued)

Details of group borrowings are as follows:

| Loan type | Currency | Security | Instalments | Annual interest rates | Year of maturity | 31 March 2022 AED'000 (unaudited) | 31 December 2021 AED '000 (audited) | Purpose |
|-----------------------------------|----------|---|--------------------|-----------------------|------------------|---|---|--|
| Term loan 1 | AED | Projects proceeds | Quarterly | EIBOR + 2.25% | 2023 | 42,000 | 54,000 | Project financing |
| Term loan 2 | AED | Projects proceeds | Quarterly | EIBOR + 2.65% | 2028 | 539,607 | 573,417 | Investment purpose |
| Term loan 3 | USD | Mortgage of property, plant and equipment | Quarterly | LIBOR + 0.9% | 2027 | 1,307,481 | 1,373,589 | General corporate purpose |
| Term loan 4 | EURO | Unsecured | Semi-annual | EIBOR + 1.3% | 2022 | - | 16,667 | Project financing |
| Term loan 5 | AED | Mortgage of vessel | Quarterly | EIBOR + 1.15% | 2026 | 241,414 | 249,414 | To finance purchase of hopper suction dredger |
| Term loan 6 | USD | Mortgage of property | Annually | 2.75% | 2025 | 194,295 | 234,018 | Construction of property |
| Term loan 7 | USD | Unsecured | Semi-annual | 2.50% | 2028 | 367,500 | 367,500 | To finance construction of a factory |
| Term loan 8 | AED | Mortgage of property | Semi-annual | EIBOR + 1.85 % | 2028 | 254,445 | 274,459 | To finance purchase of a hotel |
| Term loan 9 | AED | Pledge of financial instruments having fair value of AED 4.73 billion | One bullet payment | 2.0% | 2024 | 1,500,000 | 1,500,000 | To finance purchase of shares |
| Term loan 10 | AED | Projects proceeds | One bullet payment | EIBOR + 2.25% | 2022 | 12,812 | 12,812 | Project financing |
| Term loan 11 | AED | Mortgage of property | Quarterly | EIBOR + 2.5% | 2023 | 99,613 | 102,613 | Investment purpose |
| Term loan 12 | USD | Projects proceeds | Quarterly | LIBOR + 1.9% | 2022 | 3,429 | 317,496 | Project financing |
| Term loan 13 | AED | Corporate guarantee | Quarterly | EIBOR + 2% | 2025 | 31,996 | 30,727 | To finance the purchase of machinery and equipment |
| Term loan 14 | USD | Mortgage of property | Quarterly | LIBOR + 2.25% | 2032 | 14,199 | - | Project financing |
| Term loan 15 | AED | Corporate guarantee | Quarterly | EIBOR + 2 % | 2022 | 12,640 | - | Project financing |
| Term loan 16 | AED | Secured on movable assets and shares | Quarterly | EIBOR + 3.50% | 2036 | 298,863 | - | Investment purpose |
| Conventional Financing facilities | AED | Mortgage of equipment and vehicles | Various | Various rates | Various | 100,041 | 97,364 | Project financing |
| Bank overdrafts | AED | Partially secured against approved payment certificates | Various | Various rates | 2022 | 408,379 | 379,651 | Working capital requirements |
| | | | | | | 5,428,714 | 5,583,727 | |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

18 Contract liabilities

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|---|---|--|
| Amounts related to construction contracts | 636,297 | 351,538 |
| Amounts received in advances from customers | 2,064,595 | 1,282,780 |
| | <hr/> 2,700,892 <hr/> | <hr/> 1,634,318 <hr/> |

Amounts related to construction contracts from third parties and related parties as on period/year end are as under:

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|--|---|--|
| <i>Amounts related to construction contracts</i> | | |
| - third parties | 570,089 | 325,707 |
| - related parties (Note 12) | 66,208 | 25,831 |
| | <hr/> 636,297 <hr/> | <hr/> 351,538 <hr/> |

19 Trade and other payables

| | 31 March 2022 AED '000 (unaudited) | 31 December 2021 AED '000 (audited) |
|--|---|--|
| Trade payables | 3,451,403 | 3,768,269 |
| Accruals and other payables | 4,573,398 | 4,234,597 |
| Accruals for project costs | 964,388 | 844,432 |
| Retention payables | 484,717 | 441,328 |
| Provision for project delays | 214,483 | 214,483 |
| Dividend payables | 22,240 | 292,268 |
| Provision for onerous contracts | 116,594 | 119,262 |
| | <hr/> 9,827,223 <hr/> | <hr/> 9,914,639 <hr/> |
| Less: trade and other payables - non-current | (28,025) | (25,693) |
| | <hr/> 9,799,198 <hr/> | <hr/> 9,888,946 <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

20 Right-of-use assets and lease liabilities

Right-of-use assets

The movement in right-of-use assets during the period/year is as follows:

| | Land AED '000 | Building AED '000 | Total AED '000 |
|--|--------------------------|------------------------------|---------------------------|
| At 31 December 2021 (audited) | | | |
| Cost | 472,319 | 190,778 | 663,097 |
| Less: accumulated depreciation | (42,588) | (31,867) | (74,455) |
| | <hr/> | <hr/> | <hr/> |
| | 429,731 | 158,911 | 588,642 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |
| Three-month period ended 31 March 2022 | | | |
| Opening net carrying value | 429,731 | 158,911 | 588,642 |
| Addition during the period / year | - | 143,958 | 143,958 |
| Assets arising on transactions under common control (Note 22) | - | 8,838 | 8,838 |
| Amortisation for the period/year | (5,056) | (10,004) | (15,060) |
| Modification for the year | - | (235) | (235) |
| Cancellation | (5,902) | (219) | (6,121) |
| | <hr/> | <hr/> | <hr/> |
| Closing net carrying value | 418,773 | 301,249 | 720,022 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |
| At 31 March 2022 (unaudited) | | | |
| Cost | 466,418 | 351,548 | 817,966 |
| Less: accumulated depreciation | (47,645) | (50,299) | (97,944) |
| | <hr/> | <hr/> | <hr/> |
| | 418,773 | 301,249 | 720,022 |
| | <hr/> <hr/> | <hr/> <hr/> | <hr/> <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

20 Right-of-use assets and lease liabilities (continued)

Lease liabilities

Movement of lease liabilities is as follows:

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|--|---|--|
| At the beginning of the period / year | 587,439 | 73,366 |
| Acquired in common control business combinations | - | 403,809 |
| Liabilities arising on acquisition of subsidiaries during the year | - | 82,359 |
| Additions | 143,959 | 65,753 |
| Finance costs | 7,278 | 15,760 |
| Modification of leases during the period / year | (235) | 117 |
| Cancellation | (6,480) | (12,681) |
| Less: payment of lease liabilities | (26,307) | (39,053) |
| Less: assets of group held-for-sale | - | (1,991) |
| | <hr/> | <hr/> |
| At the end of the period/year | 705,654 | 587,439 |
| | <hr/> <hr/> | <hr/> <hr/> |

Lease liabilities are classified as follows:

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|---|---|--|
| Amounts due for settlement within 12 months | 48,207 | 41,858 |
| Amounts due for settlement after 12 months | 657,447 | 545,581 |
| | <hr/> | <hr/> |
| | 705,654 | 587,439 |
| | <hr/> <hr/> | <hr/> <hr/> |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

21 Revenue (continued)

The transaction price allocated to (partially) unsatisfied performance obligations at 31 March 2022 and 2021 are as set out below.

| | 31 March 2022 (unaudited) AED '000 | 31 March 2021 (unaudited) AED '000 |
|--|---|---|
| <i>Unsatisfied performance obligations</i> | | |
| Medical and related services | 18,933,750 | - |
| Commercial and industrial services | 22,478,528 | - |
| Construction contracts | 7,291,765 | 12,364,962 |
| Management and related services | 6,805,581 | - |
| | 55,509,624 | 12,364,962 |

22 Transactions under common control

During the period, the ownership interest of the following entities was transferred to the Group. The transfer was accounted for as a business combination under common control using the pooling of interest method:

| <u>Name of subsidiary</u> | <u>Date of Acquisition</u> | <u>Proportion of effective equity acquired %</u> | <u>Principal activity</u> |
|---|--------------------------------|--|------------------------------|
| W Solar Investment LLC (‘W Solar’) | 1 January 2022 | 75% | Clean energy business |
| Yas Clinic Group Sole Proprietorship LLC (‘Yas Clinic’) | 1 January 2022 | 70.83% | Hospital management services |
| Tamouh Healthcare LLC (‘Tamouh’) | 1 January 2022 | 70.83% | Healthcare provider |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

22 Transactions under common control (continued)

Details of the assets and liabilities recognised at the date of transfer of ownership are as follows:

| | Notes | W Solar | Yas Clinic | Tamouh | Total |
|---|-------|--------------|------------------|------------------|------------------|
| | | AED '000 | AED '000 | AED '000 | AED '000 |
| Non-current assets | | | | | |
| Property, plant and equipment | 5 | - | 481,243 | 30,796 | 512,039 |
| Intangible assets | 6 | - | 6,478 | - | 6,478 |
| Right-of-use assets | | - | 8,838 | - | 8,838 |
| | | - | 496,559 | 30,796 | 527,355 |
| Current assets | | | | | |
| Inventories | | - | 8,712 | 6,878 | 15,590 |
| Due from related parties | | 300 | 54,623 | 29,552 | 84,475 |
| Trade and other receivables | | - | 1,356,842 | 656,226 | 2,013,068 |
| Cash and bank balances | | 987 | 25,679 | 89,720 | 116,386 |
| | | 1,287 | 1,445,856 | 782,376 | 2,229,519 |
| Total assets | | 1,287 | 1,942,415 | 813,172 | 2,756,874 |
| Non-current liabilities | | | | | |
| Provision for employees' end of service benefits | | - | 1,520 | 7,423 | 8,943 |
| Bank borrowing | | - | 300,000 | - | 300,000 |
| | | - | 301,520 | 7,423 | 308,943 |
| Current liabilities | | | | | |
| Due to related parties | | 1,764 | - | 250,735 | 252,499 |
| Trade and accounts payables | | - | 718,545 | 189,906 | 908,451 |
| | | 1,764 | 718,545 | 440,641 | 1,160,950 |
| Total liabilities | | 1,764 | 1,020,065 | 448,064 | 1,469,893 |
| Net (liabilities) / assets at the date of transfer | | (477) | 922,350 | 365,108 | 1,286,981 |
| Less: net assets attributable to non-controlling interests | | - | - | (172,259) | (172,259) |
| Net assets attributable to owners of the Group | | (477) | 922,350 | 192,849 | 1,114,722 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

22 Transactions under common control (continued)

The assets as on the date of transfer under common control were allocated as follows:

| | Total AED '000 |
|---------------------------|---------------------------|
| Merger reserve (Note 16) | 789,534 |
| Non-controlling interests | 325,188 |
| | <hr/> |
| | 1,114,722 |
| | <hr/> <hr/> |

23 Acquisition of a subsidiary

GenQore Drug store LLC ("GenQore")

Effective 1 February 2022, Pure Health Holding LLC acquired a 90% equity interest in GenQore, for a consideration of AED 1 which was accounted for using the acquisition method under IFRS 3 *Business Combinations*. GenQore is a limited liability company, registered and incorporated in the Emirate of Dubai and is engaged in trading of cosmetic and medical related items. From the date of acquisition, GenQore contributed revenue and loss to the Group amounting to AED 5,891 thousand and AED 79 thousand respectively.

Identifiable assets acquired and liabilities assumed

The provisional fair values of the identifiable assets and liabilities of GenQore as at the date of acquisition were as follows:

| | Note | Total AED'000 |
|--|-------------|--------------------------|
| ASSETS | | |
| Property, plant and equipment | 5 | 21 |
| Trade and other receivables | | 6,121 |
| Cash and bank balances | | 261 |
| | | <hr/> |
| Total assets | | 6,403 |
| | | <hr/> <hr/> |
| LIABILITIES | | |
| Trade and other payables | | 6,848 |
| Provision for employees' end of service benefits | | 418 |
| | | <hr/> |
| Total liabilities | | 7,266 |
| | | <hr/> |
| Net assets acquired | | (863) |
| Less: non-controlling interests | | (86) |
| | | <hr/> |
| Goodwill * | | 777 |
| | | <hr/> <hr/> |

* The goodwill amounting to 777 thousand was impaired during the period ended 31 March 2022.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

24 Contingent liabilities

| | 31 March 2022 (unaudited) AED '000 | 31 December 2021 (audited) AED '000 |
|----------------------|---|--|
| Letter of guarantees | 15,335,620 | 12,077,243 |
| Letters of credit | 677,932 | 722,803 |
| Capital commitments | 371,178 | 2,243,330 |
| Purchase commitments | 2,184,937 | 1,678,572 |

The above bank guarantees, and letters of credit are issued in the normal course of business.

25 Segment information

IFRS 8 *Operating Segments* requires operating segments to be identified on the basis of financial performance and internal reports about components of the Group in order to allocate resources to the segment and to assess its performance. For operating purposes, the Group is organised into the following business segments or revenue streams:

- (i) Industrial, which relates to the providing of dredging and associated land reclamation works;
- (ii) Construction, which provides contracting services relating to commercial and residential buildings, infrastructure development and civil construction works;
- (iii) Real estate, which includes rental income from properties and income from investment in real estate companies or sale of real estate;
- (iv) Healthcare, which includes hospital and medical laboratory management services and laboratory diagnostic services; and

Services which comprise management services, hospitality income as well as a variety of smaller ancillary activities. This includes investment and Islamic finance income.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

25 Segment information (continued)

The following table presents revenue and profit information for the Group's operating segments:

| | Industrial | Construction | Real estate | Healthcare | Services | Eliminations | Total |
|---|-------------------|---------------------|--------------------|-------------------|-----------------|---------------------|------------------|
| | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 |
| For the period ended 31 March 2022 | | | | | | | |
| External sales | 1,582,561 | 1,538,104 | 14,661 | 4,355,014 | 676,696 | - | 8,167,036 |
| Inter-segment sales* | - | - | - | - | 7,775 | (7,775) | - |
| Total revenue | 1,582,561 | 1,538,104 | 14,661 | 4,355,014 | 684,471 | (7,775) | 8,167,036 |
| Segment gross profit | 93,342 | 118,912 | 10,651 | 2,171,937 | 298,119 | - | 2,692,961 |
| General, administrative and selling expenses | (37,829) | (28,953) | (301) | (253,226) | (123,085) | - | (443,394) |
| Share of results of joint ventures | 1,151 | - | - | - | (102,624) | - | (101,473) |
| Share of results from associates | - | 874 | 185,268 | 5,169 | (20,566) | - | 170,745 |
| Net changes in fair value of investments carried at FVTPL | (752) | - | - | 43 | 345,667 | - | 344,958 |
| Impairment losses on financial assets and contract assets | (13,260) | - | - | 2,119 | (204) | - | (11,345) |
| Finance income | 5,978 | 600 | - | - | 447 | - | 7,025 |
| Finance costs | (12,035) | (2,396) | (7,500) | (12,673) | (11,020) | - | (45,624) |
| Other income | 19,597 | 6,759 | - | 1,902 | 224,087 | - | 252,345 |
| Foreign exchange loss | (20,298) | - | - | - | (576) | - | (20,874) |
| Profit before tax | 35,894 | 95,796 | 188,118 | 1,915,271 | 610,245 | - | 2,845,324 |
| Income tax | (1,384) | - | - | - | (4,832) | - | (6,216) |
| Profit after tax | 34,510 | 95,796 | 188,118 | 1,915,271 | 605,413 | - | 2,839,108 |

*Inter-segment sales are charged at prevailing market prices.

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

25 Segment information (continued)

| | Industrial | Construction | Real estate | Healthcare | Services | Eliminations | Total |
|---|-------------------|---------------------|--------------------|-------------------|-----------------|---------------------|-----------------|
| | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 |
| For the period ended 31 March 2021 | | | | | | | |
| External sales | - | 1,015,236 | 4,604 | - | - | - | 1,019,840 |
| Inter-segment sales* | - | - | - | - | - | - | - |
| Total revenue | - | 1,015,236 | 4,604 | - | - | - | 1,019,840 |
| Segment gross profit | - | 112,296 | 2,371 | - | - | - | 114,667 |
| General, administrative and selling expenses | - | (23,402) | - | - | - | - | (23,402) |
| Share of results of joint ventures | - | 7,077 | - | - | - | - | 7,077 |
| Share of results from associates | - | 278 | - | - | - | - | 278 |
| Net movement in the fair value through profit and loss | - | - | - | - | - | - | - |
| Impairment losses on financial assets and contract assets | - | (1,787) | - | - | - | - | (1,787) |
| Finance income | - | 795 | - | - | - | - | 795 |
| Finance costs | - | (3,089) | - | - | - | - | (3,089) |
| Other income | - | 5,266 | - | - | - | - | 5,266 |
| Foreign exchange gain/(loss) | - | - | - | - | - | - | - |
| Profit before tax | - | 97,434 | 2,371 | - | - | - | 99,805 |
| Income tax | - | - | - | - | - | - | - |
| Profit after tax | - | 97,434 | 2,371 | - | - | - | 99,805 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

25 Segment information (continued)

The following table presents segment assets and liabilities of the Group's operating segments as at 31 March 2022.

| | Industrial | Construction | Real estate | Healthcare | Services and other segments | liminations | Total |
|--|-------------------|---------------------|--------------------|-------------------|--|--------------------|-------------------|
| | <u>AED '000</u> | <u>AED '000</u> | <u>AED '000</u> | <u>AED '000</u> | <u>AED '000</u> | <u>AED '000</u> | <u>AED '000</u> |
| At 31 March 2022 | | | | | | | |
| Non-current assets | 6,386,148 | 716,972 | 12,063,578 | 2,358,313 | 2,488,774 | (307) | 24,013,478 |
| Current assets | 7,643,504 | 4,862,488 | 520,895 | 9,860,579 | 2,892,525 | (294,265) | 25,485,726 |
| Assets related to discontinued operations | - | - | - | - | 3,056,256 | - | 3,056,256 |
| Total assets | 14,029,652 | 5,579,460 | 12,584,473 | 12,218,892 | 8,437,555 | (294,572) | 52,555,460 |
| Non-current liabilities | 1,931,132 | 388,031 | 1,500,000 | 594,117 | 1,472,518 | - | 5,885,798 |
| Current liabilities | 5,221,085 | 3,857,193 | 65,078 | 4,574,215 | 1,239,395 | (294,265) | 14,662,701 |
| Liabilities related to discontinued operations | - | - | - | - | 2,115,927 | - | 2,115,927 |
| Total liabilities | 7,152,217 | 4,245,224 | 1,565,078 | 5,168,332 | 4,827,840 | (294,265) | 22,664,426 |
| At 31 December 2021 | | | | | | | |
| Non-current assets | 5,455,603 | 733,370 | 11,445,116 | 1,633,853 | 2,240,057 | (307) | 21,507,692 |
| Current assets | 7,848,639 | 4,558,463 | 520,896 | 6,148,081 | 3,913,360 | (288,388) | 22,701,051 |
| Assets related to discontinued operations | - | - | - | - | 3,138,608 | - | 3,138,608 |
| Total assets | 13,304,242 | 5,291,833 | 11,966,012 | 7,781,934 | 9,292,025 | (288,695) | 47,347,351 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

25 Segment information (continued)

| | Industrial | Construction | Real estate | Healthcare | Services and other segments | Eliminations | Total |
|--|-------------------|---------------------|--------------------|-------------------|--|---------------------|-----------------|
| | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 | AED '000 |
| At 31 December 2021 | | | | | | | |
| Non-current liabilities | 2,025,237 | 385,549 | 1,500,000 | 148,124 | 1,481,170 | - | 5,540,080 |
| Current liabilities | 5,392,401 | 3,672,615 | 57,575 | 3,786,310 | 1,026,850 | (288,388) | 13,647,363 |
| Liabilities related to discontinued operations | - | - | - | - | 2,188,327 | - | 2,188,327 |
| Total liabilities | 7,417,638 | 4,058,164 | 1,557,575 | 3,934,434 | 4,696,347 | (288,388) | 21,375,770 |

The Group has aggregated its geographical segments into UAE and International. UAE segment includes projects in the UAE, while International segment includes operations in Egypt, Kingdom of Saudi Arabia, Bahrain, India, Kuwait, Maldives, Seychelles and East Africa

The following table shows the Group's geographical segment analysis

| | UAE | International | Total |
|-----------------------------------|-------------------|----------------------|-------------------|
| | AED '000 | AED '000 | AED '000 |
| 31 March 2022 (unaudited) | | | |
| Revenue | 7,299,806 | 867,230 | 8,167,036 |
| Gross profit | 2,627,654 | 65,307 | 2,692,961 |
| Non-current assets | 23,256,155 | 757,323 | 24,013,478 |
| 31 March 2021 (unaudited) | | | |
| Revenue | 1,015,236 | 4,604 | 1,019,840 |
| Gross profit | 112,296 | 2,371 | 114,667 |
| 31 December 2021 (audited) | | | |
| Non-current assets | 20,518,219 | 989,473 | 21,507,692 |

**Notes to the interim condensed consolidated financial statements
for the three-month period ended 31 March 2022 (continued)**

26 Earnings per share

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

| | 3-months ended 31 March | |
|---|-----------------------------------|-----------------------------------|
| | 2022 (unaudited) | 2021 (unaudited) |
| Profit for the period attributable to equity holders of the company – AED ‘000 | 1,972,603 | 100,501 |
| Weighted average number of ordinary shares issued (million) | 10,000,000 | 247,929 |
| Basic earnings per share (AED) | 0.20 | 0.41 |

No figure for diluted earnings per share has been presented as the Group has not issued any instruments which would have an impact on earnings per share when exercised.

27 Fair value of financial assets and liabilities

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

- 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 (i.e., as prices) or indirectly (i.e., derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Notes to the interim condensed consolidated financial statements for the three-month period ended 31 March 2022 (continued)

27 Fair value of financial assets and liabilities (continued)

The following table gives information about how the fair value of the Group's assets are determined.

| | Valuation techniques and key inputs | Significant unobservable input | Unobservable inputs to fair value | Level 1 | Level 2 | Level 3 | 31 March 2022 Total AED '000 | 31 December 2021 Total AED '000 |
|--|---|--|-----------------------------------|-----------|---------|-----------|------------------------------------|---------------------------------------|
| Financial assets | | | | | | | | |
| Investment in financial assets at FVTPL | Quoted bid prices in an active market | None | Not Applicable | 1,201,217 | 261,872 | - | 1,463,089 | 1,000,424 |
| Investment in financial assets at FVTOCI | Transaction price and significant observable / observable inputs | None | Not Applicable | 1,549 | - | 1,052,570 | 1,054,119 | 1,650 |
| Derivative financial assets | Significant observable inputs | None | Not Applicable | - | 26,734 | - | 26,734 | 6,403 |
| Non-financial assets | | | | | | | | |
| Biological assets | Significant observable inputs | None | Not Applicable | - | 25,343 | - | 25,343 | 25,273 |
| Investment properties | | | | | | | | |
| - Plots of land | Comparable method | Comparable transactions | Not Applicable | - | - | 62,475 | 62,475 | 62,475 |
| - Commercial and residential properties | Straight capitalisation approach having regard to market rental potential and transactional evidence. | Capitalisation approach, annual market rent, discount rate | Not Applicable | - | - | 369,276 | 369,276 | 372,238 |

There were no transfers between the levels during the year. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

28 Seasonality of results

No income of a seasonal nature was recorded in the interim condensed consolidated financial statements for the three-month period ended 31 March 2022 and 2021.

29 Approval of interim condensed consolidated financial statements

To the best of our knowledge, the financial information included in these interim condensed consolidated financial statements fairly presents in all material respects the financial condition, results of operations and cash flows of the Group as of, and for, the periods presented therein. The interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on 29 April 2022.