

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

PERIOD ENDED 30 JUNE 2025

**REPORT ON THE REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS TO THE SHAREHOLDERS OF
APEX INVESTMENT PSC**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Apex Investment PSC (the "Company") and its subsidiaries (together referred to as the "Group"), comprising the interim condensed consolidated statement of financial position as at 30 June 2025, and the related interim condensed consolidated statements of profit or loss and comprehensive income for the three and six month periods then ended and the related interim condensed consolidated statements of changes in equity and cash flows for the six month period then ended, and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting (IAS 34)". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

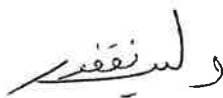
Scope of review

We conducted our review in accordance with the 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. Consequently, it 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 of the Group are not prepared, in all material respects, in accordance with IAS 34.

For Ernst & Young



Walid J Nakfour
Registration No 5479

24 July 2025
Abu Dhabi, United Arab Emirates

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the three and six month periods ended 30 June 2025 (Unaudited)

		<i>Three month period ended</i>		<i>Six month period ended</i>	
		<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
		<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>Notes</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
Revenues	3	203,454,211	229,914,896	399,867,162	425,238,378
Cost of sales		<u>(165,159,883)</u>	<u>(166,829,720)</u>	<u>(320,017,189)</u>	<u>(320,321,782)</u>
GROSS PROFIT		38,294,328	63,085,176	79,849,973	104,916,596
General and administrative expenses		(20,821,005)	(17,033,399)	(38,173,456)	(29,487,171)
Other income		6,163,566	8,240,219	12,953,950	16,552,370
Dividend income		824,841	211,575	824,841	211,575
Finance costs		<u>(316,587)</u>	<u>(255,711)</u>	<u>(1,253,536)</u>	<u>(697,830)</u>
PROFIT FROM OPERATIONS		24,145,143	54,247,860	54,201,772	91,495,540
Share of profit/(loss) from associate and joint ventures		416,079	(627,561)	706,255	(950,997)
Net increase / (decrease) in fair value of equity investments carried at fair value through profit and loss	6	<u>74,737,670</u>	<u>(33,651,607)</u>	<u>21,413,853</u>	<u>(65,199,196)</u>
PROFIT BEFORE TAX		<u>99,298,892</u>	<u>19,968,692</u>	<u>76,321,880</u>	<u>25,345,347</u>
Income tax expense		<u>(2,103,506)</u>	<u>(1,224,783)</u>	<u>(4,724,930)</u>	<u>(2,331,153)</u>
PROFIT FOR THE PERIOD		<u>97,195,386</u>	<u>18,743,909</u>	<u>71,596,950</u>	<u>23,014,194</u>
Basic earnings per share	13	<u>0.027</u>	<u>0.005</u>	<u>0.020</u>	<u>0.006</u>

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three and six month periods ended 30 June 2025 (Unaudited)

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
PROFIT FOR THE PERIOD	97,195,386	18,743,909	71,596,950	23,014,194
Other comprehensive income (loss):				
<i>Items that may not be subsequently reclassified to the consolidated statement of profit or loss in subsequent periods</i>				
Net increase / (decrease) in value of financial assets carried at fair value through other comprehensive income ("FVTOCI"), net of taxes	<u>630,473</u>	<u>(10,485,215)</u>	<u>556,851</u>	<u>(14,783,283)</u>
TOTAL OTHER COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	<u>630,473</u>	<u>(10,485,215)</u>	<u>556,851</u>	<u>(14,783,283)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>97,825,859</u>	<u>8,258,694</u>	<u>72,153,801</u>	<u>8,230,911</u>

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 June 2025

		30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
	<i>Notes</i>		
ASSETS			
Non-current assets			
Property, plant and equipment	4	345,113,844	331,361,978
Intangible assets		4,758,242	4,618,724
Right-of-use of assets		21,669,616	15,555,221
Investments in associates and joint venture		36,838,790	36,132,535
Advances to jointly controlled entity	5	165,496,780	130,369,603
Investments in equity securities carried at FVTOCI	6	6,451,593	5,853,696
Deferred tax asset		<u>2,243,486</u>	<u>1,881,501</u>
		<u>582,572,351</u>	<u>525,773,258</u>
Current assets			
Inventories	7	82,431,339	59,831,244
Trade and other receivables	5	421,906,860	335,814,886
Investments in equity securities carried at fair value through profit or loss (FVTPL)	6	538,307,050	516,893,197
Amounts due from related parties	9	112,948,782	129,318,073
Cash and bank balances	8	<u>600,851,686</u>	<u>670,230,503</u>
		<u>1,756,445,717</u>	<u>1,712,087,903</u>
TOTAL ASSETS		<u>2,339,018,068</u>	<u>2,237,861,161</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		3,553,195,467	3,553,195,467
Merger reserve		(1,800,910,103)	(1,800,910,103)
Cumulative changes on revaluation of investments at FVTOCI		(29,022,720)	(29,579,571)
Statutory reserve		92,217,581	92,217,581
Voluntary reserve		51,756,274	51,756,274
Retained earnings		<u>212,717,499</u>	<u>141,120,549</u>
Total equity		<u>2,079,953,998</u>	<u>2,007,800,197</u>
Non-current liabilities			
Provision for employees' end of service benefits		13,161,473	11,016,649
Deferred tax liability		465,363	424,318
Lease liabilities		<u>6,166,425</u>	<u>1,490,441</u>
		<u>19,793,261</u>	<u>12,931,408</u>
Current liabilities			
Trade and other payables		182,988,805	180,936,059
Lease liabilities		1,276,113	15,468
Amounts due to related parties	9	36,546,058	24,082,731
Current tax payable		<u>18,459,833</u>	<u>12,095,298</u>
		<u>239,270,809</u>	<u>217,129,556</u>
Total liabilities		<u>259,064,070</u>	<u>230,060,964</u>
TOTAL EQUITY AND LIABILITIES		<u>2,339,018,068</u>	<u>2,237,861,161</u>



Group Chairman of the Board



Group Managing Director

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six month period ended 30 June 2025

	Share capital AED	Merger reserve AED	Statutory reserve AED	Voluntary reserve AED	Cumulative changes on revaluation of financial assets AED	(Accumulated losses) retained earnings AED	Total AED
Balance at 1 January 2024 (Audited)	3,553,195,467	(1,800,910,103)	88,435,453	51,756,274	66,952,153	(13,801,098)	1,945,628,146
Profit for the period	-	-	-	-	-	23,014,194	23,014,194
Other comprehensive loss for the period	-	-	-	-	(14,783,283)	-	(14,783,283)
Total comprehensive (loss) income for the period	-	-	-	-	(14,783,283)	23,014,194	8,230,911
At 30 June 2024 (Unaudited)	<u>3,553,195,467</u>	<u>(1,800,910,103)</u>	<u>88,435,453</u>	<u>51,756,274</u>	<u>52,168,870</u>	<u>9,213,096</u>	<u>1,953,859,057</u>
Balance at 1 January 2025 (Audited)	3,553,195,467	(1,800,910,103)	92,217,581	51,756,274	(29,579,571)	141,120,549	2,007,800,197
Profit for the period	-	-	-	-	-	71,596,950	71,596,950
Other comprehensive income for the period	-	-	-	-	556,851	-	556,851
Total comprehensive income for the period	-	-	-	-	556,851	71,596,950	72,153,801
At 30 June 2025 (Unaudited)	<u>3,553,195,467</u>	<u>(1,800,910,103)</u>	<u>92,217,581</u>	<u>51,756,274</u>	<u>(29,022,720)</u>	<u>212,717,499</u>	<u>2,079,953,998</u>

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Apex Investment PSC

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended 30 June 2025 (Unaudited)

		30 June 2025 AED (Unaudited)	30 June 2024 AED (Unaudited)
	Notes		
OPERATING ACTIVITIES			
Profit for the period		76,321,880	25,345,347
Adjustments for:			
Depreciation of property, plant and equipment	4	18,707,749	18,950,534
Gain on sale of property, plant and equipment		-	(9,636)
Amortization of intangible assets		8,625	13,281
Depreciation of right-of-use assets		386,236	277,879
Provision for expected credit loss on trade and other receivables and amount due from related parties	5 & 9	2,250,940	9,305,537
Provision for employees' end of service benefits		2,854,586	2,195,085
Dividend income		(824,841)	(211,575)
Fair value (gain) / loss on revaluation of investments at FVTPL	6	(21,413,853)	65,199,196
Share of profit/(loss) from associate and joint ventures		(706,255)	950,997
Reversal of allowance for slow-moving and obsolete inventories	7	-	(1,000,000)
Finance costs		<u>1,253,536</u>	<u>697,830</u>
		<u>78,838,603</u>	<u>121,714,475</u>
Working capital adjustments:			
Inventories		(22,600,095)	16,568,297
Trade and other receivables		(121,987,297)	(5,761,983)
Amounts due from related parties		16,164,115	38,008,379
Trade and other payables		2,052,746	(36,378,101)
Amounts due to related parties		<u>12,463,327</u>	<u>(11,104,686)</u>
Cash (used in) from operations		(35,068,601)	123,046,381
Employees' end of service benefits paid		<u>(709,762)</u>	<u>(929,536)</u>
Net cash (used in) from operating activities		<u>(35,778,363)</u>	<u>122,116,845</u>
INVESTING ACTIVITIES			
Purchase of property, plant and equipment	4	(32,737,580)	(13,944,815)
Purchase of intangible assets		(148,143)	-
Proceeds from sale of property, plant and equipment	4	277,965	1,440,190
Dividend received		<u>824,841</u>	<u>211,575</u>
Net cash used in investing activities		<u>(31,782,917)</u>	<u>(12,293,050)</u>
FINANCING ACTIVITIES			
Lease payments		(655,970)	(69,502)
Finance costs paid		<u>(1,161,567)</u>	<u>(639,606)</u>
Net cash used in financing activities		<u>(1,817,537)</u>	<u>(709,108)</u>
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(69,378,817)	109,114,687
Cash and cash equivalents at beginning of the period		<u>670,220,109</u>	<u>586,176,684</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	8	<u>600,841,292</u>	<u>695,291,371</u>

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 June 2025

1 ACTIVITIES

Apex Investment PSC (hereinafter referred to as the “Company”) is a public shareholding company incorporated in Ras Al Khaimah under the name of Ras Al Khaimah Cement Company P.S.C by an Emiri Decree No. 4 issued by His Highness, The Ruler of Emirate of Ras Al Khaimah, United Arab Emirates in 1995. The Company started its commercial production in April 2000 and during 2021, it amended its business name to Ras Al Khaimah Cement Investment Public J.S.C. Further, in the month of March 2022, the Company’s business name was amended to Apex Investment PSC. The Company is listed on Abu Dhabi Securities Exchange (ADX).

These interim condensed consolidated financial statements include the results of operations and financial position of the Company and its subsidiaries (together referred to as the “Group”). The principal activities of the Group include clinkers and hydraulic cements manufacturing, wholesale of cement products trading and industrial, commercial and agricultural enterprises investment, institution and management, providing food catering, ready-made food catering contracts (meal preparation), camps and labor accommodation management, facilities management services, onshore and offshore oil and gas fields and facilities services, sale and rental of tents and shades, tailoring producing tents pavilions, organizing parties and events and providing interior design work.

On 1 April 2022, Tamween Companies Management LLC, a wholly owned subsidiary of Ghitha Holding PJSC, acquired 51.5% of shareholding of the Company from IHC. Subsequently, on 30 January 2024, Tamween Companies Management LLC sold 3% of Apex Investment PSC shareholding, resulting in Apex Investment PSC no longer being a subsidiary but an associate of Tamween Companies Management LLC.

In accordance with the shareholders’ resolution passed during the Annual General Meeting of year 2022 held on Wednesday 12 April 2023 and the subsequent approval from the Securities and Commodities Authority on the changes of our Articles of Association, the Company has officially relocated its headquarters from Ras Al Khaimah to Abu Dhabi after we obtained the new license from Abu Dhabi Department of Economic Development. This change has been duly recorded in compliance with all applicable legal and regulatory requirements.

The interim condensed consolidated financial statements of the Group for the period ended 30 June 2025 were authorised for issuance by the Board of Directors on 24 July 2025.

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements of the Group have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group’s annual financial statements as at 31 December 2024. In addition, results for the six month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

The interim condensed consolidated financial statements have been presented in United Arab Emirates Dirhams (“AED”), which is the functional and presentation currency of the Group.

These interim condensed consolidated financial statements have been prepared on historical cost basis, except for investments carried at fair value through other comprehensive income and investments carried at fair value through profit or loss which are stated at fair value.

Apex Investment PSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 30 June 2025

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION continued

2.2 BASIS OF CONSOLIDATION

Details of subsidiaries as at 30 June 2025 were as follows:

Name of subsidiary	Place of incorporation and operation	Principal activities	Proportion of ownership interest and voting power held	
			30 June 2025	30 June 2024
Apex Holding SPLLC	United Arab Emirates	Investment Company	100%	100%
Ras Al Khaimah Cement Co. LLC	United Arab Emirates	Clinkers and hydraulic cement manufacturers and wholesale of cement products trading	100%	100%
Apex Alwataniah Catering Service SPLLC	United Arab Emirates	Food catering	100%	100%
The Central Tents Company – Sole Proprietorship LLC	United Arab Emirates	Sale and rental of tents	100%	100%
R.R Facility Management – Sole Proprietorship LLC	United Arab Emirates	Facilities management services	100%	100%
Boudoir Interiors - Sole Proprietorship LLC	United Arab Emirates	Interior design implementation works	100%	100%
Apex National Investment SPLLC	United Arab Emirates	Investment, institution and management of enterprises	100%	100%
Support Services Catering Company – Sole Proprietorship LLC	United Arab Emirates	Building cleaning services	100%	100%
Apex Companies Management LLC (*) (**)	United Arab Emirates	Management services of companies and private institutions	40%	40%
Apex Construction and Development – Sole Proprietorship LLC	United Arab Emirates	Real estate development and construction	100%	100%
Apex Alwataniah Logistics – Sole Proprietorship LLC	United Arab Emirates	Land, marine, air shipment and clearance	100%	100%
Apex UL Investment LLC (*)	United Arab Emirates	Commercial enterprises investment	51%	51%
Apex Academy SPLLC (*)	United Arab Emirates	Food safety consulting, professional safety and health consultancy	100%	100%
Apex AGRO Investment (*) (***)	Morocco	Agricultural Crop Trading, agricultural enterprises investment, institution and management	100%	100%
Apex Commercial Investment – SPLLC	United Arab Emirates	Commercial enterprises investment, institution and management	100%	100%
Apex Energy Holding Ltd	United Arab Emirates	Investment Company	100%	-

(*) These entities are dormant and non-operating entities.

(**) Subsidiary consolidated based on de-facto control.

(***) The Board of Directors have resolved to dissolve this entity which has no operations as of reporting date.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 June 2025

2 BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICY INFORMATION continued

2.3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS ADOPTED BY THE GROUP

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024, except for the adoption of new standards effective as of 1 January 2025. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

One amendment applies for the first time in 2025 but does not have an impact on the interim condensed consolidated financial statements of the Group.

Lack of exchangeability - Amendments to IAS 21

The amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. The amendments also require disclosure of information that enables users of its financial statements to understand how the currency not being exchangeable into the other currency affects, or is expected to affect, the entity's financial performance, financial position and cash flows.

The amendments are effective for annual reporting periods beginning on or after 1 January 2025. When applying the amendments, an entity cannot restate comparative information.

The amendments did not have a material impact on the Group's financial statements.

3 REVENUES

An analysis of the Group's revenues is as follows :

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
Catering services	120,060,657	140,819,067	235,863,271	248,931,210
Facility management services	26,096,864	20,145,473	52,950,532	42,869,267
Contracting services	5,171,112	17,986,457	12,292,514	23,034,854
Sale of cement	49,056,476	50,963,899	94,732,640	110,403,047
Share of revenue from jointly controlled entity	<u>3,069,102</u>	<u>-</u>	<u>4,028,205</u>	<u>-</u>
Total	<u>203,454,211</u>	<u>229,914,896</u>	<u>399,867,162</u>	<u>425,238,378</u>

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

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
Timing of revenue recognition				
Goods and services transferred at a point in time	177,253,529	196,306,711	347,506,180	369,568,520
Goods and services transferred over time	<u>26,200,682</u>	<u>33,608,185</u>	<u>52,360,982</u>	<u>55,669,858</u>
Total	<u>203,454,211</u>	<u>229,914,896</u>	<u>399,867,162</u>	<u>425,238,378</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 June 2025

4 PROPERTY, PLANT AND EQUIPMENT

During the period, additions to property, plant and equipment amounted to AED 32,737,580 (six-month period ended 30 June 2024: AED 13,944,815), and depreciation charge for the six-month period ended 30 June 2025 amounted to AED 18,707,749 (six-month period ended 30 June 2024: AED 18,950,534). Disposal of property, plant and equipment amounted to AED 277,965 (six-month period ended 30 June 2024: AED 1,440,190).

5 TRADE AND OTHER RECEIVABLES

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
Trade receivables – from government entities	125,661,761	83,868,846
Trade receivables – from non-government entities	85,083,120	84,787,933
Unbilled receivables – from government entities	70,523,137	90,457,941
Unbilled receivables – from non-government entities (note 5.1)	<u>28,078,082</u>	<u>11,769,347</u>
	309,346,100	270,884,067
Less: provision for expected credit losses	<u>(17,257,051)</u>	<u>(15,211,287)</u>
Trade receivables – net	292,089,049	255,672,780
Advances to suppliers (note 5.3)	90,628,349	44,587,342
Deposits	16,606,801	19,289,352
Prepayments	15,182,807	9,666,586
Accrued income	5,135,161	1,933,214
Other receivables (net) (note 5.2)	<u>2,264,693</u>	<u>4,665,612</u>
	<u>421,906,860</u>	<u>335,814,886</u>

5.1 Unbilled receivables – from non-government entities includes amount of AED 25,186,926 (2024: AED 10,369,864) pertaining to unbilled receivables from related parties.

5.2 Other receivables, net includes amount receivable from a supplier amounting to AED 1,921,305 (31 December 2024: AED 1,921,305) against which specific provision has been made by the Group.

5.3 In accordance with the terms of the Share Holders Agreement (SHA) with Enercap SPV Limited to form Enercap Energy Holding Limited, the Group has made advances to the suppliers aggregating to AED 82,596,199 (31 December 2024: AED 38,882,472) as part of its contribution as a working capital in a jointly controlled entity.

In addition to the above, the Group has also made advances of AED 188,799,099 (2024: AED 140,742,390) which has been adjusted with its share of net loss amounted to AED 23,302,319 (2024: AED 10,372,787) as part of its contribution for the capital expenditure of the jointly controlled entity.

Trade receivable balance at the end of the period is due from multiple customers including receivable from 5 customers amounting to AED 198,332,609 (31 December 2024: AED 183,591,499) representing 64% (31 December 2024: 68%) of the trade receivables. Management considers these customers to be reputable and creditworthy and is confident that this concentration of credit risk will not result in any significant loss to the Group.

Apex Investment PSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 30 June 2025

5 TRADE AND OTHER RECEIVABLES continued

The movement in provision for expected credit losses was as follows:

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
Opening balance	15,211,287	15,960,732
Charge (reversal) for the period / year	<u>2,045,764</u>	<u>(749,445)</u>
Closing balance	<u>17,257,051</u>	<u>15,211,287</u>

6 INVESTMENTS IN EQUITY SECURITIES

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
Equity securities carried at FVTPL	538,307,050	516,893,197
Equity securities carried at FVTOCI	<u>6,451,593</u>	<u>5,853,696</u>
	<u>544,758,643</u>	<u>522,746,893</u>
Equity securities carried at FVTPL		
<i>Quoted investments</i>		
Opening balance	516,893,197	450,834,185
Additions	-	443,467,563
Change in fair value	21,413,853	(57,900,242)
Disposals	<u>-</u>	<u>(319,508,309)</u>
Closing balance	<u>538,307,050</u>	<u>516,893,197</u>
Equity securities carried at FVTOCI		
<i>Quoted and unquoted investments</i>		
Opening balance	5,853,696	144,322,521
Disposals	-	(123,959,254)
Change in fair value	<u>597,897</u>	<u>(14,509,571)</u>
Closing balance	<u>6,451,593</u>	<u>5,853,696</u>
Total quoted securities	5,683,227	5,085,330
Unquoted securities (note 6.1)	<u>768,366</u>	<u>768,366</u>
	<u>6,451,593</u>	<u>5,853,696</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
30 June 2025

6 INVESTMENTS IN EQUITY SECURITIES continued

The geographical distribution of investments is as follows:

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
UAE	<u>544,758,643</u>	<u>522,746,893</u>

6.1 The investments are recorded at fair value using the valuation techniques as disclosed in note 13.

6.2 The investments include AED 538,262,490 (31 December 2024: AED 516,504,488) in related party entities.

7 INVENTORIES

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
Raw materials	22,766,325	19,847,041
Consumable items	8,288,818	5,214,160
Work in progress	15,186,213	4,634,176
Finished goods (note 7.1)	5,900,527	3,271,705
Spare parts – maintenance	<u>35,264,790</u>	<u>31,839,496</u>
Total	87,406,673	64,806,578
Less: allowance for slow-moving and obsolete inventories	<u>(4,975,334)</u>	<u>(4,975,334)</u>
Total	<u>82,431,339</u>	<u>59,831,244</u>

Movement in the allowance for slow-moving and obsolete inventories is as follows:

	<i>30 June 2025 AED (Unaudited)</i>	<i>31 December 2024 AED (Audited)</i>
Opening balance	4,975,334	5,975,334
Reversal for the period/ year	<u>-</u>	<u>(1,000,000)</u>
Closing balance	<u>4,975,334</u>	<u>4,975,334</u>

7.1 There are no goods received from a related party during the period (31 December 2024: AED 1).

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30 June 2025

8 CASH AND BANK BALANCES

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Cash on hand	2,898,986	3,297,565
Bank balances:		
Current accounts	102,942,306	151,922,544
Term deposits	10,394	10,394
Fixed deposits with an original maturity of less than three months (note 8.1)	<u>495,000,000</u>	<u>515,000,000</u>
Cash and bank balances	600,851,686	670,230,503
Less: Term deposits	<u>(10,394)</u>	<u>(10,394)</u>
Cash and cash equivalents	<u>600,841,292</u>	<u>670,220,109</u>

8.1 Fixed deposits are placed with commercial bank and financial institution of which AED 25,000,000 (31 December 2024: AED 25,000,000) is with a related party. These are mainly denominated in the UAE Dirham and earn interest at market rates.

9 RELATED PARTY BALANCES AND TRANSACTIONS

The Group enters into transactions with companies and entities that fall within the definition of a related party as contained in the International Accounting Standard (IAS) 24 *Related Party Disclosures*. These represent transactions with related parties, i.e., shareholders, associates, affiliates, directors and key management personnel of the Group, and entities controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

9.1 Balances

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

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
<i>Amounts due from related parties:</i>		
ATGC Transport & GC LLC-AR*	76,000,993	75,968,093
National Petroleum Construction Company (NPCC)	19,186,914	33,936,875
Moon Flower Real Estate Development LLC	19,092,678	17,068,430
National Marine Dredging Company PJSC (NMDC)	4,274,412	6,840,951
Al Ataa Investment LLC	3,815,083	3,815,083
Radiant Enterprises Real Estate LLC	3,145,763	1,042,970
Construction Workers Residential City LLC	2,782,069	3,954,985
Sky Go Transport of Goods LLC	2,715,614	2,715,614
Rafed Healthcare Supplies L.L.C.	2,040,970	3,514,591
International Holding Company PJSC (IHC) (Standalone)	612,540	631,939
Shory Insurance Brokers – Sole Proprietorship LLC	170,604	267,862
Istinye Tevukcusu	118,043	410,855
Telal Resort LLC	44,052	31,067

Apex Investment PSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 30 June 2025

9 RELATED PARTY BALANCES AND TRANSACTIONS continued

9.1 Balances continued

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
<i>Amounts due from related parties: continued</i>		
Sanimed International Lab and Management LLC	37,319	15,984
Sirius International Holding Limited	13,755	13,865
Tamouh Healthcare LLC	18,302	-
Viola Communications LLC	19,688	-
Somerian Health LLC	13,191	34,107
International Securities L.L.C.	3,465	3,150
Al Seer Marine Supplies and Equipment Company PJSC	1,575	499
American Crescent Health Care Centre SP LLC	2,615	-
National Health Insurance Company (Daman) PJSC – Standalone	-	6,840
Total amounts due from related parties	134,109,645	150,273,760
Less: provision for expected credit loss**	<u>(21,160,863)</u>	<u>(20,955,687)</u>
	<u>112,948,782</u>	<u>129,318,073</u>

* This represents mainly short-term loan given by the Group for meeting the working capital requirements of ATGC Transports & General Contracting LLC-AR. This is an interest free loan and is repayable in single instalment on 1 October 2025.

Apex Investment PSC through its subsidiary, Apex Commercial Investment SP LLC, has acquired 100% usufructuary rights over the asset known as Mawasim Park (also referred to as Green House). However, the terms governing the assignment of these rights—particularly those relating to value and duration—remain open-ended. Management is engaging with relevant Authorities to obtain further clarification and related arrangements before recognizing the asset, any related liability, or adjustments to other receivables, if applicable, in accordance with the relevant financial reporting standards

** This includes provision for expected credit loss on balance receivable from Al Ataa Investment LLC which has been provided in full due to non-realization for a considerable amount of time and non-confirmation by the related party in 2024.

Further, balance receivable from Sky Go Transport of Goods LLC has also been provided in full considering the entity is under liquidation in 2024.

The movement in provision for expected credit losses was as follows:

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Opening balance	20,955,687	9,699,398
Net charge for the period/ year	<u>205,176</u>	<u>11,256,289</u>
Closing balance	<u>21,160,863</u>	<u>20,955,687</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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9 RELATED PARTY BALANCES AND TRANSACTIONS continued

9.1 Balances continued

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
<i>Amounts due to related parties:</i>		
N.R.T.C Dubai International Vegetables & Fruits Trading LLC	12,556,101	6,315,976
Zee Stores International LLC	9,159,434	6,929,757
Malaih Investments LLC	6,989,456	6,970,436
ERL Power Industries LLC	1,885,746	-
Royal Horizon General Trading	1,756,801	797,199
Alliance Food Company LLC	1,495,999	1,031,328
Al Ain farms for Live Stock production	1,060,756	765,916
Newtec Investment General Trading SP LLC	630,000	630,000
PAL Cooling Holding LLC (PCH) (Standalone)	450,188	214,374
National Health Insurance Company (Daman) PJSC - Standalone	222,451	-
Al Jaraf Travel & Tourism	203,340	86,175
Abu Dhabi Vegetable Oil Company LLC	82,866	341,570
Githa Group PJSC (Zee Stores PJSC)	<u>52,920</u>	<u>-</u>
Total amounts due to related parties	<u>36,546,058</u>	<u>24,082,731</u>

9.1.1 The Group has placed fixed deposits aggregating to AED 25,000,000 (31 December 2024: AED 25,000,000) with a financial institution which is a related party.

9.2 Transactions

During the period, the Group entered into the following transactions with related parties:

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	30 June 2025 (Unaudited) AED	30 June 2024 (Unaudited) AED	30 June 2025 (Unaudited) AED	30 June 2024 (Unaudited) AED
Sales	19,172,697	25,610,970	45,814,759	51,428,600
Cost of sales	29,896,176	17,761,310	57,028,170	35,468,467

9.3 Key management remuneration

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	30 June 2025 (Unaudited) AED	30 June 2024 (Unaudited) AED	30 June 2025 (Unaudited) AED	30 June 2024 (Unaudited) AED
Salaries and employee benefits	1,926,461	1,909,066	3,899,864	4,060,157
Employees end of service benefits	<u>39,375</u>	<u>34,691</u>	<u>74,550</u>	<u>71,278</u>
Total	<u>1,965,836</u>	<u>1,943,757</u>	<u>3,974,414</u>	<u>4,131,435</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

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10 CONTINGENT LIABILITIES AND COMMITMENTS

	30 June 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Bank guarantees	39,052,856	40,581,952
Bonds and guarantees	5,082,200	12,793,500
Deposits	445,000	445,000
Capital commitments towards Jointly controlled operations	<u>184,746,907</u>	<u>232,686,064</u>
Total	<u>229,326,963</u>	<u>286,506,516</u>

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

11 SEASONALITY OF RESULTS

No significant income of seasonal nature was recorded in the interim condensed consolidated statement of profit or loss for the six month period ended 30 June 2025 and 30 June 2024.

12 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of assets and liabilities by valuation technique:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

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

	Fair value as at 30 June 2025 AED	Fair value as at 31 December 2024 AED	Fair value hierarchy	Valuation techniques
Financial assets				
Quoted equity investments – investment in financial assets	543,990,277	521,978,527	Level 1	Quoted bid prices in an active market
Un-quoted equity instruments	768,366	768,366	Level 3	Based on the net asset value method.

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

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13 EARNINGS PER SHARE

Basic earnings per share have been computed by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period.

	<i>Three month period ended</i>		<i>Six month period ended</i>	
	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>	<i>30 June</i>
	<i>2025</i>	<i>2024</i>	<i>2025</i>	<i>2024</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
Profit for the period (in AED)	97,195,386	18,743,909	71,596,950	23,014,194
Weighted average number of shares (share)	<u>3,553,195,467</u>	<u>3,553,195,467</u>	<u>3,553,195,467</u>	<u>3,553,195,467</u>
Basic earnings per share	<u>0.027</u>	<u>0.005</u>	<u>0.020</u>	<u>0.006</u>

Diluted earnings per share as of 30 June 2025 and 30 June 2024 are equivalent to basic earnings per share.

14 SEGMENT INFORMATION

For operating purposes, the Group organised into business segments as follows:

Catering	:	Offers catering services to public and private organizations in UAE
Facility management services	:	Offers a range of facilities management services with customized solutions to various businesses across a variety of sectors
Manufacturing	:	Engaged in the manufacturing and distribution of clinker, cements and Battery Energy Storage Systems (BESS) across UAE and internationally.
Contracting	:	Provides tents, shades and mobile halls to customers, building field hospitals and offers a wide range of services including planning, design consultancy and delivery of high end interiors
Investments	:	Is the investment arm of the group and incubates new businesses and technologies as well as manages the proprietary capital of the group
Others	:	(unallocated) includes head office expenses and income not allocated to any segment

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14 SEGMENT INFORMATION continued

	30 June 2025 (Unaudited)							Group AED
	Catering AED	Facility management services AED	Manufacturing AED	Contracting AED	Investments AED	Others AED	Inter segment eliminations AED	
Revenue	288,156,314	53,752,343	101,133,488	12,292,515	-	231,713	(55,699,211)	399,867,162
Cost of sales	(236,166,744)	(46,646,694)	(83,362,519)	(9,258,525)	-	(281,918)	55,699,211	(320,017,189)
Gross profit / (loss)	51,989,570	7,105,649	17,770,969	3,033,990	-	(50,205)	-	79,849,973
General and administrative expenses	(5,995,168)	(4,552,057)	(13,534,330)	(4,125,911)	(2,366,153)	(7,599,837)	-	(38,173,456)
Share of loss from equity accounted investees	-	-	-	-	706,255	-	-	706,255
Net loss from financial assets carried at FVTPL	-	-	-	-	21,413,853	-	-	21,413,853
Dividend income	-	-	-	-	824,841	-	-	824,841
Other income	2,019,795	1,591,358	126,711	830,965	1,202	9,125,729	(741,810)	12,953,950
Finance costs	(421,172)	(100,965)	(1,464,603)	(5,884)	(460)	(2,262)	741,810	(1,253,536)
Profit (loss) before tax for the period	47,593,025	4,043,985	2,898,747	(266,840)	20,579,538	1,473,425	-	76,321,880
Segment assets	995,010,470	215,226,982	444,577,900	402,861,085	4,493,417,104	431,428,122	(4,643,503,595)	2,339,018,068
Segment liabilities	523,420,916	98,437,715	89,840,610	339,723,988	331,591,522	380,039,534	(1,503,990,215)	259,064,070

	30 June 2024 (Unaudited)							Group AED
	Catering AED	Facility management services AED	Manufacturing AED	Contracting AED	Investments AED	Others AED	Inter segment eliminations AED	
Revenue	294,291,973	52,646,932	110,403,047	21,574,236	45,000	1,449,732	(55,172,542)	425,238,378
Cost of sales	(221,530,427)	(37,996,646)	(98,738,302)	(17,228,949)	-	-	55,172,542	(320,321,782)
Gross profit	72,761,546	14,650,286	11,664,745	4,345,287	45,000	1,449,732	-	104,916,596
General and administrative expenses	(9,010,697)	(4,223,342)	(6,294,244)	(4,396,901)	(1,512,867)	(4,049,120)	-	(29,487,171)
Share of loss from equity accounted investees	-	-	-	-	(950,997)	-	-	(950,997)
Net loss from financial assets carried at FVTPL	-	-	-	-	(65,199,196)	-	-	(65,199,196)
Dividend income	-	-	-	-	211,575	-	-	211,575
Other income	6,684,299	2,020,628	44,518	7,746,395	961	55,569	-	16,552,370
Finance costs	(354,658)	(152,369)	(172,734)	(16,131)	(408)	(1,530)	-	(697,830)
Profit (loss) before tax for the period	70,080,490	12,295,203	5,242,285	7,678,650	(67,405,932)	(2,545,349)	-	25,345,347
Segment assets	1,085,770,266	242,839,780	406,578,265	373,474,786	4,114,028,734	14,698,494	(4,083,784,925)	2,153,605,400
Segment liabilities	164,790,077	53,116,509	82,658,687	187,155,204	181,166,883	179,406,229	(648,547,246)	199,746,343