# UNITED FOODS COMPANY (PSC)
# AND ITS SUBSIDIARIES

## UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

**30 JUNE 2026**

Shape the future
with confidence

**ERNST & YOUNG MIDDLE EAST (DUBAI BRANCH)**
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# REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF UNITED FOODS COMPANY (PSC)

## Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of United Foods Company (PSC) (the "Company") and its subsidiaries (collectively, the "Group"), which comprise the interim condensed consolidated statement of financial position as at 30 June 2026, and the related interim condensed consolidated statement of profit or loss and interim condensed consolidated statement of comprehensive income for the three-months and six-months period then ended, and the related interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the six-months period then ended, and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

## Scope of Review

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

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Ernst & Young Middle East (Dubai Branch)

Sanjay Khiara
Registration No: 5513

7 August 2026

Dubai, United Arab Emirates

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the period ended 30 June 2026 (Unaudited)

| | Notes | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|---|
| | | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Revenue from contracts with customers, gross | | **498,578,187** | 337,933,058 | **279,769,781** | 153,095,941 |
| Less: Discounts and rebates | | **(19,526,685)** | (16,174,021) | **(8,989,734)** | (8,100,682) |
| **Revenue from contracts with customers, net** | 3 | **479,051,502** | 321,759,037 | **270,780,047** | 144,995,259 |
| Cost of sales | | **(400,020,461)** | (277,058,044) | **(229,796,706)** | (125,492,420) |
| **GROSS PROFIT** | | **79,031,041** | 44,700,993 | **40,983,341** | 19,502,839 |
| Selling and distribution expenses | | **(27,202,657)** | (22,428,032) | **(13,836,575)** | (10,084,793) |
| General and administrative expenses | | **(16,087,475)** | (11,608,153) | **(8,171,061)** | (5,788,371) |
| Finance costs | | **(554,360)** | (410,571) | **(300,172)** | (191,905) |
| Finance income | | **1,760,826** | 2,650,998 | **876,632** | 1,148,289 |
| Other income, net | | **1,409,104** | 638,538 | **893,260** | 415,771 |
| **PROFIT BEFORE TAX FOR THE PERIOD** | | **38,356,479** | 13,543,773 | **20,445,425** | 5,001,830 |
| Income tax expense | 4 | **(3,434,442)** | (1,204,630) | **(1,829,456)** | (442,356) |
| **PROFIT FOR THE PERIOD** | 5 | **34,922,037** | 12,339,143 | **18,615,969** | 4,559,474 |
| **Profit attributable to:** | | | | | |
| Owners of the Group | | **34,922,037** | 12,339,143 | **18,615,969** | 4,559,474 |
| **Earnings per share:** | | | | | |
| Basic and diluted in AED | 13 | **1.15** | 0.41 | **0.62** | 0.15 |

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 June 2026 (Unaudited)

| | Notes | Six-months ended | | Three-months ended | |
|---|---|---|---|---|---|
| | | **30 June 2026 AED (Unaudited)** | 30 June 2025 AED (Unaudited) | **30 June 2026 AED (Unaudited)** | 30 June 2025 AED (Unaudited) |
| **Profit for the period** | | **34,922,037** | 12,339,143 | **18,615,969** | 4,559,474 |
| **Other comprehensive income/ (loss)** | | | | | |
| *Items that will not be reclassified subsequently to profit or loss* | | | | | |
| Change in fair value of equity securities measured at FVOCI | 20 | **(168,959)** | (280,534) | **(56,879)** | 86,921 |
| Deferred tax on net (gain)/ loss on equity securities measured at FVOCI | 4 | **15,207** | 25,248 | **5,120** | (7,823) |
| | | **(153,752)** | (255,286) | **(51,759)** | 79,098 |
| *Items that may be reclassified subsequently to profit or loss* | | | | | |
| Change in fair value of debt securities measured at FVOCI – Sukuk instruments | 20 | **(502,758)** | 10,464 | **455,404** | (11,369) |
| Deferred tax on net (gain)/ loss on debt securities measured at FVOCI | 4 | **59,689** | (4,119) | **(26,452)** | 1,023 |
| | | **(443,069)** | 6,345 | **428,952** | (10,346) |
| **Other comprehensive (loss) / income** | | **(596,821)** | (248,941) | **377,193** | 68,752 |
| **TOTAL COMPREHENSIVE INCOME FOR THE PERIOD** | | **34,325,216** | 12,090,202 | **18,993,162** | 4,628,226 |
| **Total comprehensive income attributable to:** | | | | | |
| Owners of the Group | | **34,325,216** | 12,090,202 | **18,993,162** | 4,628,226 |

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2026

| | Notes | *30 June 2026 AED (Unaudited)* | *31 December 2025 AED (Audited)* |
|---|---|---|---|
| **ASSETS** | | | |
| **Non-current assets** | | | |
| Property, plant and equipment | 6 | **50,857,277** | 67,843,310 |
| Investment property under development | 7 | **17,495,405** | - |
| Right-of-use assets | 8 | **15,371,300** | 16,022,063 |
| Intangible assets | | **462,959** | 641,724 |
| Deferred tax asset | 4 | **24,169** | - |
| Financial assets at fair value through other comprehensive income | 20 | **14,858,927** | 20,021,167 |
| | | **99,070,037** | 104,528,264 |
| **Current assets** | | | |
| Inventories | 9 | **156,913,175** | 132,452,123 |
| Trade and other receivables | 10 | **167,782,918** | 134,501,696 |
| Amounts due from related parties | 16 | **3,339,233** | 1,397,620 |
| Bank balances and cash | 11 | **65,332,404** | 85,798,953 |
| | | **393,367,730** | 354,150,392 |
| **TOTAL ASSETS** | | **492,437,767** | 458,678,656 |
| **EQUITY AND LIABILITIES** | | | |
| **Equity** | | | |
| Share capital | 12 | **30,250,000** | 30,250,000 |
| Statutory reserve | | **15,125,000** | 15,125,000 |
| Regular reserve | | **15,125,000** | 15,125,000 |
| General reserve | | **65,314,980** | 65,314,980 |
| Fair value reserve | | **4,355** | 601,176 |
| Retained earnings | | **236,749,476** | 216,952,439 |
| **Total equity** | | **362,568,811** | 343,368,595 |
| **Liabilities** | | | |
| **Non-current liabilities** | | | |
| Employees' end of service benefits | | **9,835,823** | 10,294,110 |
| Lease liabilities | 14 | **11,786,752** | 12,185,009 |
| Deferred tax liability | 4 | - | 50,727 |
| | | **21,622,575** | 22,529,846 |
| **Current liabilities** | | | |
| Trade and other payables | 15 | **72,311,186** | 84,218,236 |
| Derivative financial liabilities | 17 | **629,377** | - |
| Bank borrowings | 11 | **27,997,820** | 4,701,660 |
| Lease liabilities | 14 | **1,134,944** | 1,121,707 |
| Income tax payable | 4 | **6,173,054** | 2,738,612 |
| | | **108,246,381** | 92,780,215 |
| **Total liabilities** | | **129,868,956** | 115,310,061 |
| **TOTAL EQUITY AND LIABILITIES** | | **492,437,767** | 458,678,656 |

| | |
|---|---|
| Ali Bin Humaid Al Owais | Mohamed Itani |
| Chairman | Chief Executive Officer |
| 5 August 2026 | 5 August 2026 |

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June 2026 (Unaudited)

| **2026:** | *Share capital AED* | *Statutory reserve AED* | *Regular reserve AED* | *General reserve AED* | *Fair value reserve AED* | *Retained earnings AED* | *Total AED* |
|---|---|---|---|---|---|---|---|
| Balance as at 1 January 2026 | 30,250,000 | 15,125,000 | 15,125,000 | 65,314,980 | 601,176 | 216,952,439 | 343,368,595 |
| Profit for the period | - | - | - | - | - | 34,922,037 | 34,922,037 |
| Other comprehensive loss | - | - | - | - | (596,821) | - | (596,821) |
| Total comprehensive (loss) income for the period | - | - | - | - | (596,821) | 34,922,037 | 34,325,216 |
| Dividends paid | - | - | - | - | - | (15,125,000) | (15,125,000) |
| **Balance as at 30 June 2026** | **30,250,000** | **15,125,000** | **15,125,000** | **65,314,980** | **4,355** | **236,749,476** | **362,568,811** |

The Annual General Meeting held on 1 April 2026 approved a dividend of AED 0.5 per share totalling to AED 15,125,000, which was paid during the period ended 30 June 2026, and approved the remuneration of the Board of Directors of AED 2,772,000 accounted for as at 31 December 2025.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the period ended 30 June 2026 (Unaudited)

| 2025: | *Share capital AED* | *Statutory reserve AED* | *Regular reserve AED* | *General reserve AED* | *Fair value reserve AED* | *Retained earnings AED* | *Total AED* |
|---|---|---|---|---|---|---|---|
| Balance as at 1 January 2025 | 30,250,000 | 15,125,000 | 15,125,000 | 65,314,980 | 116,620 | 218,529,843 | 344,461,443 |
| Profit for the period | - | - | - | - | - | 12,339,143 | 12,339,143 |
| Other comprehensive loss | - | - | - | - | (248,941) | - | (248,941) |
| Total comprehensive (loss) income for the period | - | - | - | - | (248,941) | 12,339,143 | 12,090,202 |
| Dividends paid | - | - | - | - | - | (30,250,000) | (30,250,000) |
| Balance as at 30 June 2025 | 30,250,000 | 15,125,000 | 15,125,000 | 65,314,980 | (132,321) | 200,618,986 | 326,301,645 |

The Annual General Meeting held on 28 April 2025 approved a dividend of AED 1 per share totalling to AED 30,250,000, which was paid during the period ended 30 June 2025, and approved the remuneration of the Board of Directors of AED 3,097,350 accounted for as at 31 December 2024.

# INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the period ended 30 June 2026 (Unaudited)

| | | *Six-months ended* | |
|---|---|---|---|
| | *Notes* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| **OPERATING ACTIVITIES** | | | |
| Profit before tax for the period | | **38,356,479** | 13,543,773 |
| Adjustments for: | | | |
| Depreciation of property, plant and equipment | | **4,234,311** | 5,730,515 |
| Depreciation of right-of-use assets | | **849,073** | 949,461 |
| Amortisation of intangible assets | | **178,765** | 263,703 |
| Finance costs | | **554,360** | 410,571 |
| Finance income on deposits | 11 | **(1,218,238)** | (1,767,361) |
| Finance income on sukuks | | **(542,588)** | (883,637) |
| Unrealized loss on derivative financial instrument | 17 | **84,442** | - |
| Provision for employees' end of service benefits | | **882,199** | 917,536 |
| Provision for/ (reversal of) expected credit losses of trade receivables | 10 | **127,010** | (35,000) |
| Provision for slow moving inventories, net | | **793,098** | 41,683 |
| Gain on redemption of financial assets at FVOCI | | **(17,596)** | (82,753) |
| Gain on disposal of property, plant and equipment | | **(264,919)** | (109,399) |
| | | **44,016,396** | 18,979,092 |
| Working capital changes: | | | |
| Inventories | | **(25,254,150)** | 22,205,171 |
| Trade and other receivables | | **(32,863,297)** | (3,444,537) |
| Trade and other payables | | **(11,907,050)** | (28,727,006) |
| Amounts due from related parties | | **(1,941,613)** | (22,839) |
| **Cash (used in)/ generated from operations** | | **(27,949,714)** | 8,989,881 |
| Employees' end of service benefits paid | | **(1,340,486)** | (471,147) |
| **Net cash flows (used in)/ generated from operating activities** | | **(29,290,200)** | 8,518,734 |
| **INVESTING ACTIVITIES** | | | |
| Purchase of property, plant and equipment | | **(3,654,528)** | (941,326) |
| Additions to investment property under development | 7 | **(1,304,244)** | - |
| Proceeds from disposal of property, plant and equipment | | **480,008** | 110,123 |
| Redemption of financial assets at FVOCI | | **4,508,119** | 3,122,475 |
| Finance income on deposits received | | **1,218,238** | 1,767,361 |
| Finance income on sukuks received | | **542,588** | 883,637 |
| Net change in bank deposits | | **30,101,750** | 50,000,000 |
| **Net cash flows generated from investing activities** | | **31,891,931** | 54,942,270 |
| **FINANCING ACTIVITIES** | | | |
| Payment of lease liabilities | | **(916,263)** | (1,027,975) |
| Finance costs paid | | **(221,427)** | (36,990) |
| Proceeds from bank borrowings | | **143,086,045** | - |
| Repayment of bank borrowings | | **(119,789,885)** | - |
| Dividends paid | | **(15,125,000)** | (30,250,000) |
| **Net cash flows generated from/ (used in) financing activities** | | **7,033,470** | (31,314,965) |
| **NET INCREASE IN CASH AND CASH EQUIVALENTS** | | **9,635,201** | 32,146,039 |
| Cash and cash equivalents at 1 January | | **19,826,953** | 34,878,126 |
| **CASH AND CASH EQUIVALENTS AT 30 JUNE** | 11 | **29,462,154** | 67,024,165 |

The accompanying notes from 1 to 21 form an integral part of these interim condensed consolidated financial statements.

## 1 ACTIVITIES

United Foods Company (PSC) (the "Company") is a Public Shareholding Company, incorporated on 1 November 1976 by a Decree issued by His Highness, The Ruler of Dubai. On 27 June 1994, the Company amended its status to a public shareholding company to comply with the provisions of the applicable UAE Federal Law at the time.

The Company's shares are listed on the Dubai Financial Market (DFM) since July 2006.

The Company is primarily engaged in the manufacturing, processing and marketing of vegetable ghee, cooking oil, margarine, butter products and fat including trading of food and non-food products. The registered address of the Company is P.O. Box 5836, Dubai, UAE.

The Company and its following subsidiaries form the "Group" and are together referred to as the "Group" in these interim condensed consolidated financial statements. The subsidiaries included in these interim condensed consolidated financial statements, their principal activities and legal and beneficial ownership are set out below:

| *Name of the subsidiaries* | *Principal activities* | *Country of incorporation* | *Ownership% 30 June 2026* | *Ownership% 31 December 2025* |
|---|---|---|---|---|
| Stratus General Trading LLC | General Trading -Wholesalers | UAE | **100%** | 100% |
| PAL Foodstuff & Beverages Trading LLC | Food and Beverages Trading | UAE | **100%** | 100% |

## 2 BASIS OF PREPARATION, MATERIAL ACCOUNTING POLICY INFORMATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES

**Basis of preparation**
The interim condensed consolidated financial statements for the six-months period ended 30 June 2026 have been prepared in accordance with IAS 34 "Interim Financial Reporting". The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2025.

In addition, results for the six-months period ended 30 June 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

When preparing the interim condensed consolidated financial statements, management undertakes number of judgements, estimates, and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management.

**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 consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards, amendments and interpretations effective as of 1 January 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective. Several standards, amendments and interpretations apply for the first time in 2026, but do not have an impact on the interim condensed consolidated financial statements of the Group. The Group intends to use the practical expedients in future periods if they become applicable.

**Derivative financial instruments**
Derivative financial instruments comprise written put options. Derivative financial instruments are initially recognised at fair value on the date the contract is entered into and are subsequently remeasured at fair value at each reporting date. Derivative financial instruments are recognised as financial assets when their fair value is positive and as financial liabilities when their fair value is negative. Changes in the fair value of derivative financial instruments are recognised in the consolidated statement of profit or loss. Derivative financial instruments are not designated in hedge relationships.

## 3 REVENUE FROM CONTRACTS WITH CUSTOMERS, NET

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

| | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Revenue from contracts with customer, gross | **498,578,187** | 337,933,058 | **279,769,781** | 153,095,941 |
| Less: Discounts and rebates | **(19,526,685)** | (16,174,021) | **(8,989,734)** | (8,100,682) |
| **Revenue from contracts with customers, net** | **479,051,502** | 321,759,037 | **270,780,047** | 144,995,259 |
| ***Timing of revenue recognition*** | | | | |
| At a point in time | **479,051,502** | 321,759,037 | **270,780,047** | 144,995,259 |
| ***Geographical market*** | | | | |
| United Arab Emirates | **376,502,527** | 241,194,722 | **218,720,603** | 108,491,958 |
| GCC other than UAE | **49,784,632** | 44,914,392 | **23,623,366** | 19,413,616 |
| Rest of the world | **52,764,343** | 35,649,923 | **28,436,078** | 17,089,685 |
| | **479,051,502** | 321,759,037 | **270,780,047** | 144,995,259 |

## 4 INCOME TAX

***Amount recognised in the interim condensed consolidated statement of profit or loss***

The Group calculates income tax expense for the period using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim condensed consolidated statement of profit or loss are:

| | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Current income tax | **3,434,442** | 1,204,630 | **1,829,456** | 442,356 |

***Amount recognised in the interim condensed consolidated statement of comprehensive income***

| | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Deferred tax on net loss/ (gain) on equity securities measured at FVOCI | **15,207** | 25,248 | **5,120** | (7,823) |
| Deferred tax on net loss/ (gain) on debt securities measured at FVOCI | **59,689** | (4,119) | **(26,452)** | 1,023 |
| | **74,896** | 21,129 | **(21,332)** | (6,800) |

## 4 INCOME TAX (continued)

***Amount recognised in the interim condensed consolidated statement of financial position***

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Income tax payable | **6,173,054** | 2,738,612 |

**Deferred tax asset / liability**

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Deferred tax asset / (liability) | **24,169** | (50,727) |

## 5 PROFIT FOR THE PERIOD

Profit for the period is stated after charging:

| | ***Six-months ended*** | | ***Three-months ended*** | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Inventories charged to cost of sales | **375,724,749** | 261,132,094 | **216,111,081** | 117,603,915 |
| Employee expenses | **26,319,373** | 23,764,082 | **13,162,042** | 11,670,022 |
| Rental - short term leases* | **840,092** | 295,677 | **425,444** | 165,872 |

*Rental – short term leases expense relates to the lease contracts that have a lease term of 12 months or less and do not contain a purchase option (‘short-term leases’), and lease contracts for which the underlying asset is of low value (‘low-value assets’).

## 6 PROPERTY, PLANT AND EQUIPMENT

*Additions and disposals*
During the period ended 30 June 2026, the Group incurred costs in respect of additions in property, plant and equipment amounting to AED 3,654,528 (for the year ended 31 December 2025: AED 13,013,026).

As at 30 June 2026, capital work-in-progress of AED 1,362,565 (31 December 2025: AED 1,271,272) comprises of the expenditure incurred on plant and machinery in Jebel Ali Industrial Area.

During the period ended 30 June 2026, the Group reclassified land amounting to AED 15,144,308 and capital work-in-progress of AED 1,046,853 from property, plant and equipment to investment property under development, following a change in use (Note 7).

## 7 INVESTMENT PROPERTY UNDER DEVELOPMENT

*Additions and transfers*
During the period ended 30 June 2026, the Group reclassified land amounting to AED 15,144,308 and capital work-in-progress of AED 1,046,853 from property, plant and equipment to investment property under development, following a change in use (Note 6).

Accordingly, investment property under development is recognised at a total carrying amount of AED 17,495,405 as at 30 June 2026 (31 December 2025: Nil).

During the period ended 30 June 2026, the Group incurred costs in respect of additions in investment property under development amounting to AED 1,304,244 (for the year ended 31 December 2025: Nil).

## 8 RIGHT-OF-USE ASSETS

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| As at 1 January | **16,022,063** | 18,030,417 |
| Additions during the period/ year | **198,310** | 44,393 |
| Retirements during the period/ year | **-** | (215,363) |
| Depreciation for the period/ year | **(849,073)** | (1,837,384) |
| | **15,371,300** | 16,022,063 |

The Group has lease contracts for various items of land, building, motor vehicles and printers.

## 9 INVENTORIES

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Raw materials | **83,758,896** | 46,788,675 |
| Finished goods | **23,443,189** | 22,512,210 |
| Packing materials | **4,067,380** | 2,806,152 |
| Work-in-progress | **7,842,953** | 10,552,218 |
| Spares and consumables | **2,720,129** | 2,530,557 |
| | **121,832,547** | 85,189,812 |
| Less: provision for slow moving inventories | **(2,053,716)** | (1,260,618) |
| | **119,778,831** | 83,929,194 |
| Goods-in-transit | **37,134,344** | 48,522,929 |
| | **156,913,175** | 132,452,123 |

## 9 INVENTORIES (continued)

Movement of the provision for slow moving inventories is as follows:

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| At 1 January | **1,260,618** | 706,162 |
| Charge for the period/ year | **793,098** | 554,456 |
| | **2,053,716** | 1,260,618 |

## 10 TRADE AND OTHER RECEIVABLES

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Trade receivables | **155,921,202** | 127,491,302 |
| Less: provision for expected credit losses | **(1,574,697)** | (1,447,687) |
| | **154,346,505** | 126,043,615 |
| Prepaid expenses | **3,926,217** | 4,303,295 |
| Advances to suppliers | **7,005,924** | 1,836,963 |
| Accrued interest receivable | **1,134,336** | 1,139,450 |
| Staff receivables | **178,453** | 254,058 |
| Other receivables* | **1,191,483** | 924,315 |
| | **167,782,918** | 134,501,696 |

Other receivables include an amount of AED 544,935 (2025: Nil) due from the derivative counterparty in respect of the premium receivable under the trading facility (Note 17).

Movement of the provision for expected credit losses is as follows:

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| At 1 January | **1,447,687** | 1,482,687 |
| Provision/ (reversal) during the period/ year | **127,010** | (35,000) |
| | **1,574,697** | 1,447,687 |

## 11 BANK BALANCES AND CASH

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* | *30 June 2025 AED (Unaudited)* |
|---|---|---|---|
| Cash in hand | **421,723** | 60,088 | 148,601 |
| Bank balances | **29,912,431** | 20,638,865 | 16,775,564 |
| Deposits * | **34,998,250** | 65,100,000 | 50,100,000 |
| **Bank balances and cash** | **65,332,404** | 85,798,953 | 67,024,165 |
| Less: Deposits with original maturities of more than 3 months | **(34,898,250)** | (65,000,000) | - |
| Less: restricted cash | **(972,000)** | (972,000) | - |
| **Cash and cash equivalents** | **29,462,154** | 19,826,953 | 67,024,165 |

*Deposits are placed with local banks and accrue interest at prevailing market rates. During the six-months period ended 30 June 2026, the Group earned interest income on these deposits of AED 1,167,408 (during the six-months period ended 30 June 2025: AED 1,767,361).

Bank balances include call deposits amounting to AED 8,728,875 (31 December 2025: Nil) which are placed with a local bank and accrue interest at prevailing market rates. During the period ended 30 June 2026, the Group earned interest income on these deposits of AED 50,830 (during the three-months period ended 31 March 2025: Nil).

Restricted cash represents bank balances withheld under a court order and not available for use by the Group. The amounts are expected to be settled with a third party and are therefore excluded from cash and cash equivalents

**Bank borrowings**
Bank borrowings comprise a working capital revolving facility obtained from Emirates Development Bank ("EDB"), with an approved facility limit of AED 40,000,000. As at 30 June 2026, the outstanding balance under the facility amounted to AED 27,997,802 (31 December 2025: AED 4,701,660). The facility is secured by assignments over inventories, trade receivables and insurance proceeds, together with a promissory note.

The facility is subject to certain financial covenants. The Group was in compliance with all covenant requirements as at 30 June 2026

## 12 SHARE CAPITAL

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Authorised, issued and fully paid up: 30,250,000 ordinary shares of 1 AED each (31 December 2025: 30,250,000 ordinary shares of 1 AED each) | **30,250,000** | 30,250,000 |

## 13 EARNINGS PER SHARE

The following reflects the income and share data used in the basic and diluted EPS calculations:

| | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| **Profit attributable to:** | | | | |
| Owners of the Group | **34,922,037** | 12,339,143 | **18,615,969** | 4,559,474 |
| Weighted average number of ordinary shares outstanding | **30,250,000** | 30,250,000 | **30,250,000** | 30,250,000 |
| Basic and diluted EPS | **1.15** | 0.41 | **0.62** | 0.15 |

## 14 LEASE LIABILITIES

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| At 1 January | **13,306,716** | 15,057,554 |
| Additions during the period/ year | **198,310** | 44,393 |
| Interest expense on lease liabilities | **332,933** | 724,243 |
| Other adjustments | - | (231,917) |
| Retirements during the period/ year | **(916,263)** | (2,287,557) |
| | **12,921,696** | 13,306,716 |

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

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Current | **1,134,944** | 1,121,707 |
| Non-current | **11,786,752** | 12,185,009 |
| | **12,921,696** | 13,306,716 |

**15 TRADE AND OTHER PAYABLES**

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Trade payables | **32,356,063** | 19,938,909 |
| Accrued expenses and other payables | **25,076,767** | 14,185,018 |
| Accruals for goods in transit | **7,619,456** | 39,917,260 |
| Advances from customers | **4,607,779** | 5,628,470 |
| VAT payable | **2,651,121** | 1,776,579 |
| Directors' remuneration payable (Note 16) | - | 2,772,000 |
| | **72,311,186** | 84,218,236 |

**16 RELATED PARTY TRANSACTIONS AND BALANCES**

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management in line with the Group's board of directors.

**a) Significant transactions with related parties:**

Significant transactions with related parties are as follows:

| | ***Six-months ended*** | | ***Three-months ended*** | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| **Revenue from contract with customers** | | | | |
| *Entities under common control:* | | | | |
| Sales to related parties | **3,711,266** | 3,430,420 | **1,523,248** | 1,462,560 |

**Compensation of key management personnel**
The remuneration of directors and other key members of management during the period were as follows:

| | ***Six-months ended*** | | ***Three-months ended*** | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Short-term benefits | **872,150** | 1,749,022 | **436,075** | 883,184 |
| Employees' end of service benefits | **28,134** | 78,172 | **14,148** | 39,195 |
| Bonuses | **493,414** | 248,056 | **226,114** | 78,012 |
| Directors' sitting fee | **70,000** | 90,000 | **25,000** | 30,000 |
| | **1,463,698** | 2,165,250 | **701,337** | 1,030,391 |

**16 RELATED PARTY TRANSACTIONS AND BALANCES (continued)**

**b) Amounts due from related parties:**

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| *Entities under common control* | | |
| Trade receivables | **3,339,233** | 1,397,620 |

**c) Amounts due to related parties:**

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Directors' remuneration payable (Note 15) | - | 2,772,000 |

**17 DERIVATIVE FINANCIAL LIABILITIES**

During the period, the Group entered into the written put option contracts in respect of crude palm oil for the first time and became entitled to receive option premiums of AED 544,935, which is included within other receivables.

As at 30 June 2026, the fair value of the written put option contracts amounted to AED 629,377 and has been recognised as a derivative financial liability. Accordingly, the Group recognised a net fair value loss of AED 84,442 during the six-months period ended 30 June 2026, representing the excess of the fair value liability over the option premiums receivable.

The fair value of the derivative liability was determined using market-observable inputs, including quoted crude palm oil futures prices, forward market data, implied volatilities and counterparty mark-to-market valuations. The derivative is therefore classified within Level 2 of the fair value hierarchy under IFRS 13.

No derivative contracts were outstanding as at 31 December 2025.

All derivative contracts are expected to mature within twelve months from the reporting date and are therefore presented as current liabilities. The Group has not designated the contracts in a qualifying hedging relationship and, accordingly, all fair value movements are recognised immediately in profit or loss.

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Premium receivable (Note 10) | **544,935** | - |

| | ***30 June 2026 AED (Unaudited)*** | *31 December 2025 AED (Audited)* |
|---|---|---|
| Derivative financial liability | **629,377** | - |

## 17 DERIVATIVE FINANCIAL LIABILITIES (continued)

| | *Six-months ended* | | *Three-months ended* | |
|---|---|---|---|---|
| | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* | ***30 June 2026 AED (Unaudited)*** | *30 June 2025 AED (Unaudited)* |
| Net fair value loss on derivative financial instruments | **84,442** | - | **84,442** | - |

All derivative positions are expected to mature within twelve months from the reporting date and are therefore classified as current liabilities. No hedge accounting has been applied, and changes in fair value are recognised immediately in profit or loss.

## 18 CONTINGENCIES AND COMMITMENTS

**Contingent liabilities**
At 30 June 2026, the Group had contingent liabilities in respect of banks amounting to AED 357,000 (31 December 2025: AED 242,000) for which no material liabilities are expected to arise.

**Capital commitments**
At 30 June 2026, the Group had capital commitments in respect of purchase of property, plant and equipment amounting to AED 3,337,108 (31 December 2025: AED 2,228,398).

As at 30 June 2026, the Group had a purchase commitment of AED 10,470,854 in respect of 2,500 metric tonnes of crude palm oil under a physical purchase contract entered into in the ordinary course of business. The contract is intended for the Group’s own use and is expected to be settled by taking delivery of crude palm oil, accordingly, it has not been accounted for as a derivative financial instrument and will be recognised as inventory upon delivery.

## 19 SEGMENTAL REPORTING

The Group operates in a single reporting segment primarily engaged in manufacturing, processing and marketing of vegetable ghee, cooking oil, margarine, butter products and fat including trading of food products. All the relevant information relating to this reporting/operating segment is disclosed in the interim condensed consolidated statement of financial position, interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of comprehensive income and notes to the interim condensed consolidated financial statements.

IFRS also requires an entity to report its segment assets and revenues along geographical regions. All significant activities of the Group are performed on an integrated basis in the Middle East and the Directors do not consider an analysis by individual country would be meaningful.

Additional information required by IFRS 8 *Segment Reporting*, is disclosed below:

*Major customer*
During the period ended 30 June 2026, revenue from no customer accounts for 10% or more of the Group’s total revenue (30 June 2025: revenue from no customer accounts for 10% or more of the Group’s total revenue).

## 20 FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise financial assets and financial liabilities.

Financial assets consist of cash on hand and bank balances, trade and other receivables, amounts due from related parties and investment securities at fair value through other comprehensive income. Financial liabilities consist of trade and other payables, derivative financial liability, bank borrowings and lease liabilities.

The fair values of financial instruments are not materially different from their carrying values.

**Fair value hierarchy**
The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments 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.

As at 30 June 2026, the Group held the following financial instruments measured at fair value:

**Assets measured at fair value**

| | ***30 June 2026 AED (Unaudited)*** | ***Level 1 AED (Unaudited)*** | ***Level 2 AED (Unaudited)*** | ***Level 3 AED (Unaudited)*** |
|---|---|---|---|---|
| **Quoted equity securities** | | | | |
| Consumer Staples Sector | **859,947** | **859,947** | **-** | **-** |
| Investments and Financial Services Sector | **365,000** | **365,000** | **-** | **-** |
| Total | **1,224,947** | **1,224,947** | **-** | **-** |
| **Quoted debt securities** | | | | |
| Sukuk instruments | **13,633,980** | **13,633,980** | **-** | **-** |
| Total | **14,858,927** | **14,858,927** | **-** | **-** |
| **Liabilities measured at fair value** | | | | |
| Derivative financial liability | **629,377** | **-** | **629,377** | **-** |
| Total | **629,377** | **-** | **629,377** | **-** |

**20 FAIR VALUES OF FINANCIAL INSTRUMENTS (continued)**

As at 31 December 2025, the Group held the following financial instruments measured at fair value:

Assets measured at fair value

| | *31 December 2025 AED (Audited)* | *Level 1 AED (Audited)* | *Level 2 AED (Audited)* | *Level 3 AED (Audited)* |
|---|---|---|---|---|
| Quoted equity securities | | | | |
| Consumer Staples Sector | 981,406 | 981,406 | - | - |
| Investments and Financial Services Sector | 412,500 | 412,500 | - | - |
| | 1,393,906 | 1,393,906 | - | - |
| Quoted debt securities | | | | |
| Sukuk instruments | 18,627,261 | 18,627,261 | - | - |
| Total | 20,021,167 | 20,021,167 | - | - |
| Liabilities measured at fair value | | | | |
| Derivative financial liability | - | - | - | - |
| Total | - | - | - | - |

During the period ended 30 June 2026 and year ended 31 December 2025, there were no transfers between the various levels of fair value measurements.

As at 30 June 2026, the fair values of equity securities and debt securities were assessed which resulted in a fair value loss of AED 153,752 (30 June 2025: AED 255,286) and a fair value loss of AED 443,069 (30 June 2025: fair value gain of AED 6,345) on these instruments, respectively.

**21 RECENT GEOPOLITICAL SITUATION AND SUBSEQUENT EVENTS**

The ongoing geopolitical situation in certain parts of the Middle East has contributed to heightened uncertainty, with potential macro-economic implications, including volatility in commodity prices, supply-chain disruptions, inflationary pressures, and logistics-related challenges affecting regional markets in which the Group operates.

Management has assessed the potential implications of these developments on the Group’s operations, financial position and performance, including considerations relating to inventory recoverability, impairment of non-current assets, liquidity, and the going concern assessment. Based on this assessment, no material adverse impact has been identified on the Group’s manufacturing, processing, or distribution activities during the period.

The Board of Directors and management continue to closely monitor evolving geopolitical developments and related market conditions and remain focused on proactively managing associated risks through diversified sourcing strategies, inventory management, pricing controls, and established business continuity and risk management frameworks to mitigate potential impacts on the Group’s operations and assets.