

Primary and
Un-audited

Al Firdous Holdings (P.J.S.C.)

Consolidated Financial Statements (Un-audited)
For the year ended March 31, 2021

Al Firdous Holdings (P.J.S.C.)
Consolidated Financial Information
For the year ended March 31, 2021

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الفردوس القابضة ش.م.ع

Al Firdous
Al Firdous Holding P.J.S.C

Table of contents

	Page(s)
Consolidated statement of financial position	1
Consolidated statement of comprehensive income	2
Consolidated statement of changes in equity	3
Consolidated statement of cash flows	4
Notes to the consolidated financial information	5 – 10

Al Firdous Holdings (P.J.S.C.)
Consolidated Financial Information
For the year ended March 31, 2021

Consolidated statement of financial position

As at March 31, 2021

	Notes	(Un-audited) March 31, 2021 AED	(Audited) March 31, 2020 AED (Restated)	(Audited) April 1, 2019 AED (Restated)
Assets				
Non-current				
Property and equipment	2	873,055	1,932,601	4,763,175
Current				
Inventories		-	-	41,624
Accounts receivable		-	100	9,238
Other receivables	3	388,500	387,118	699,249
Receivable on sale of the investment	4	326,789,701	326,789,701	326,789,701
Amounts due from related parties	5	295,722,144	295,722,144	295,879,508
Cash and cash equivalents	6	-	1,043	28,504
		<u>622,900,345</u>	<u>622,900,106</u>	<u>623,447,824</u>
Total assets		<u>623,773,400</u>	<u>624,832,707</u>	<u>628,210,999</u>
Equity and liabilities				
Equity				
Share capital		600,000,000	600,000,000	600,000,000
Additional paid in capital		894,645	894,645	894,645
Statutory reserve		4,206,615	4,206,615	4,206,615
Accumulated losses		(40,933,836)	(38,404,745)	(32,277,605)
Total equity		<u>564,167,424</u>	<u>566,696,515</u>	<u>572,823,655</u>
Liabilities				
Non-current				
Employees' end of service benefits		1,801	5,663	299,636
Current				
Accounts payable		5,394,392	5,789,090	7,581,574
Other payables and accruals	7	6,747,218	6,224,916	3,889,158
Amounts due to related parties	5	47,462,565	46,116,523	43,616,976
		<u>59,604,175</u>	<u>58,130,529</u>	<u>55,087,708</u>
Total liabilities		<u>59,605,976</u>	<u>58,136,192</u>	<u>55,387,344</u>
Total equity and liabilities		<u>623,773,400</u>	<u>624,832,707</u>	<u>628,210,999</u>

This consolidated primary and unaudited financial information signed on behalf of Board of Directors

Shk. Khaled Bin Zayed Al Nahyan
Chairman

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 P.O. Box 18207
 DUBAI, UAE
 Public Accountants

The notes 1 to 11 form an integral part of this consolidated financial statements

Consolidated statement of comprehensive income
For the year ended March 31, 2021

	Notes	(Un-audited) 2021 AED	(Audited) 2020 AED (Restated)
Revenue		-	824,309
Cost of revenue		-	(252,597)
Gross profit		-	571,712
General and administrative expenses	8	(2,642,974)	(6,784,852)
Other Income		113,883	86,000
Net loss for the year		(2,529,091)	(6,127,140)
Other comprehensive income for the year		-	-
Total comprehensive loss for the year		(2,529,091)	(6,127,140)
Loss per share	10	(0.0042)	(0.0102)

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Consolidated statement of changes in equity
For the year ended March 31, 2021

	Share capital AED	Additional paid in capital AED	Statutory reserve AED	Accumulated losses AED	Total equity AED
Balance at April 1, 2019 (Audited)	600,000,000	894,645	4,206,615	(28,454,065)	576,647,195
Restatement (note 11)	-	-	-	(3,823,540)	(3,823,540)
Balance at April 1, 2019 (Restated)	600,000,000	894,645	4,206,615	(32,277,605)	572,823,655
Total comprehensive loss for the year (Restated)	-	-	-	(6,127,140)	(6,127,140)
Balance at March 31, 2020 (Audited) (Restated)	600,000,000	894,645	4,206,615	(38,404,745)	566,696,515
Balance at April 1, 2020 (Audited) (Restated)	600,000,000	894,645	4,206,615	(38,404,745)	566,696,515
Total comprehensive loss for the year	-	-	-	(2,529,091)	(2,529,091)
Balance at March 31, 2021 (Un-audited)	600,000,000	894,645	4,206,615	(40,933,836)	564,167,424

The notes from 1 to 11 form an integral part of this consolidated financial information.

Consolidated statement of cash flows
For the year ended March 31, 2021

		(Un-audited)	(Audited)
	Notes	2021	2020
		AED	AED
			(Restated)
OPERATING ACTIVITIES			
Net loss for the year		(2,529,091)	(6,127,140)
<i>Adjustments for non-cash transactions:</i>			
Depreciation of property and equipment	3	1,059,546	2,830,574
Provision for employees' end of service benefits		6,188	89,912
Gain on disposal of property and equipment		(37,143)	-
<i>Net changes in working capital:</i>			
Inventories		-	41,624
Account receivable		100	9,138
Other receivables		(1,382)	312,131
Accounts payable		(394,698)	(1,792,484)
Other payables and accruals		522,302	2,335,758
Amounts due from/to related parties – net		1,346,042	2,656,911
Operating cashflows after working capital		1,472,364	3,563,078
Employees' end of service benefits paid		(10,050)	(383,885)
Net cash used in operating activities		(38,186)	(27,461)
Cash flows from investing activity			
Proceeds from disposal of property and equipment		37,143	-
Net cash flows from investing activities		37,143	-
Net change in cash and cash equivalents		(1,043)	(27,461)
Cash and cash equivalents at the beginning of year		1,043	28,504
Cash and cash equivalents at the end of year	6	-	1,043

The notes from 1 to 11 form an integral part of this consolidated financial information.

Al Firdous Holdings (P.J.S.C.)
Consolidated Financial Statements

Al Firdous
Al Firdous Holding P.J.S.C

Notes to the consolidated financial statements
For the year ended March 31, 2021

1 Legal status and activity

- (a) Al Firdous Holdings (P.J.S.C.) (the “Company”) is a public joint stock company registered on July 1, 1998 in Dubai, United Arab Emirates (UAE), according to Ministerial Decree Number 106 for the year 1998. The Company commenced its operation on October 22, 1998 under commercial license number 508397 issued by the Department of Economic Development of the Government of Dubai. The Company is registered on Dubai Financial Market, UAE. The principal activities of the Company as per the trade license are Hajj and Umrah organising and documents clearing services. The management is in the process of renewing the trade licenses of the Company and its subsidiaries.
- (b) The registered address of the Company is Al Safouh Road, Jumeirah, P.O. Box 25233, Dubai, United Arab Emirates.
- (c) Up to December 31, 2008, the Company operated as a Group consisting of the Company and its 100 % owned subsidiary; Al Firdous Group Co. Ltd. for Hotels, a company established in the Kingdom of Saudi Arabia (KSA) and involved in managing and operating hotels and restaurants in KSA and organizing Hajj and Umrah trips. With effect from January 1, 2009, the Company sold Al Firdous Group Co. Ltd for Hotels and its Islamic financing and investing assets with Al Massa Co. for Urban Development Jeddah, KSA (together referred as the “Investment Portfolio”) for a consideration of AED 326,789,701, see note 4.
- (d) Following are the subsidiaries, which are considered for the preparation of this consolidated financial information on the basis of beneficial ownership:

Name of subsidiary	Beneficial ownership interest (%)		Name of sub-subsidiary	Beneficial ownership interest (%)	
	31-Mar-21	31-Mar-20		31-Mar-21	31-Mar-20
Yummy Chain Two L.L.C (e)	100	100	Bait Misk Restaurant LLC [(e)i]	100	100
			Mint Leaf Restaurant LLC [(e)ii]	100	100
			Omnia by Silvena Restaurant LLC [(e)iii]	100	100
			Omnia Gourmet Restaurant LLC [(e)ii]	100	100
			Yummy Chain Catering LLC [(e)iv]	100	100
Oasis Court Hotel Apartment (f)	100	100	-	-	-

- (e) Yummy Chain Two LLC was incorporated in Dubai, UAE on December 31, 2013. The principal activity of the subsidiary is operating as a restaurant in the Emirate of Dubai.
- Bait Misk Restaurant LLC was incorporated in Dubai, UAE on April 22, 2014. The principal activity of the sub-subsidiary is operating as a restaurant in the Emirate of Dubai.
 - Mint Leaf Restaurant LLC and Omnia Gourmet Restaurant LLC were incorporated in Dubai, UAE on May 13, 2014. The principal activity of the sub-subsidiaries is operating as a restaurant and coffee shop in the Emirate of Dubai.
 - Omnia by Silvena Restaurant LLC was incorporated in Dubai, UAE on June 17, 2014. The principal activity of the sub-subsidiary is operating as a restaurant in the Emirate of Dubai.

Notes to the consolidated financial statements (Continued)
For the year ended March 31, 2021

1 Legal status and activity (continued)

- iv. Yummy Chain Catering LLC was incorporated in Dubai, UAE on August 31, 2014. The principal activity of the sub-subsidiary is operating as parties cook in the Emirate of Dubai.

On November 6, 2019, the management has decided to cease the restaurant business operations of Yummy Chain Two LLC and its subsidiaries by passing a board resolution to stop losses from these operations.

- (f) With effect from July 1, 2010, the Company signed memorandum of understanding with Gulf Oasis Reality, a related party, to manage the Oasis Court Hotel Apartment located in Dubai, UAE. According to renewed memorandum of understanding dated January 1, 2013, the owner of Oasis Court Hotel Apartments is entitled to share a share equivalent to 30% of the total revenue. On February 3, 2015, the Company ceased to manage, operate and maintain the Oasis Court Hotel Apartment
- (g) Oasis Court Hotel Apartment was incorporated on November 17, 1997. The principal activity of the subsidiary is hotel apartments rental in the Emirate of Dubai.
- (h) Shareholding in the above subsidiaries and sub-subsidiaries is legally held by other shareholders for the beneficial interest of the Company. The Company has exposure or right to variable returns and the ability to affect those returns through power over the investee. Therefore, these are effectively the subsidiaries and sub-subsidiaries of the Company.

2 Property and equipment

	Leasehold improvement AED	Equipment and other assets AED	Furniture and fixture AED	Total AED
Cost				
Balance at April 1, 2020	12,828,779	10,011,496	2,766,269	25,606,544
Disposal during the year	-	(132,048)	-	(132,048)
Balance at March 31, 2021 (Un-audited)	12,828,779	9,879,448	2,766,269	25,474,496
Accumulated depreciation				
Balance at April 1, 2020 (Restated)	12,205,779	8,701,895	2,766,269	23,673,943
Charge for the year (note 9)	623,000	436,546	-	1,059,546
Disposals during the year	-	(132,048)	-	(132,048)
Balance at March 31, 2021 (Un-audited)	12,828,779	9,006,393	2,766,269	24,601,441
Net Carrying amount at March 31, 2021 (Un-audited)	-	873,055	-	873,055

Notes to the consolidated financial statements (Continued)
For the year ended March 31, 2021

2 Property and equipment (continued)

	Leasehold improvement AED	Equipment and other assets AED	Furniture and fixture AED	Total AED
Cost				
Balance at April 1, 2019	12,828,779	10,097,496	2,766,269	25,692,544
Disposals during the year	-	(86,000)	-	(86,000)
Balance at March 31, 2020 (Audited)	12,828,779	10,011,496	2,766,269	25,606,544
Accumulated depreciation				
Balance at April 1, 2019	9,314,039	5,376,576	2,415,214	17,105,829
Restatement (note 11)	2,061,076	1,762,464	-	3,823,540
Balance at April 1, 2019 (Restated)	11,375,115	7,139,040	2,415,214	20,929,369
Charge for the year (Restated)	830,664	1,648,855	351,055	2,830,574
Disposals during the year	-	(86,000)	-	(86,000)
Balance at March 31, 2020 (Audited) (Restated)	12,205,779	8,701,895	2,766,269	23,673,943
Net Carrying amount at March 31, 2020 (Audited) (Restated)	623,000	1,309,601	-	1,932,601

3 Other receivables

	(Un-audited) 2021 AED	(Audited) 2020 AED
Prepaid expenses	176,351	42,832
Advances to suppliers	4,337	4,337
Refundable deposits	34,000	166,015
Other receivables	173,812	173,934
	388,500	387,118

4 Receivable on sale of investment

This represents the amount receivable from Islamic Arab Insurance Co. Labuan, Malaysia on the sale of the Al Firdous Group Co. Ltd. For Hotels; a wholly owned subsidiary of the Company, and its Islamic financing and investing assets with Al Masaa Co. for Urban Development (together, the "Investment Portfolio") on January 1, 2009.

As per management, on June 29, 2009, the Company signed an agreement with Islamic Arab Insurance Co., Labuan Malaysia in which the parties agreed to reschedule the outstanding receivable of AED 326,789,701 into instalments that were due every six months starting from August 31, 2010 and ending on February 28, 2012. On 24 June 2010, due to a proposed restructuring and investment plans by the Company, the rescheduling agreement was cancelled and both parties entered into another agreement to settle the amount receivable on the sale of the Investment Portfolio within 12 months from 31 March 2010.

The receivable on sale of the Investment Portfolio is still outstanding as of the date of these interim condensed consolidated financial information. As per management, negotiations are being held with Islamic Arab Insurance Co., Labuan for an early resolution to this matter. The Board of Directors consider that the amount will be recovered in full on the eventual disposal of the investment Portfolio and, accordingly, the Group has not made any provision against this receivable.

Notes to the consolidated financial statements (Continued)
For the year ended March 31, 2021

5 Related parties

The Group in the normal course of business carries on business with other entities that fall within the definition of related party in accordance with IAS 24 'Related Party Disclosures'.

For the purpose of this consolidated financial statements, entities are considered to be related to the Company or the Group if the Company or the Group has the ability, directly or indirectly, to exercise significant influence over the entities in making financial and operating decisions, or vice versa, or where the Company or the Group are subject to common control or significant influence.

Related parties represent major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties.

Details of related party transactions entered into during the year are set out below. These transactions have been carried out at the terms mutually agreed between the related parties and as approved by the Group management. The amounts due from/to related parties do not attract interest and there are no defined repayment arrangements.

Amounts due from related parties

	(Un-audited)	(Audited)
	2021	2020
	AED	AED
<i>Entities under common control</i>		
Bin Zayed Group ⁽¹⁾	<u>295,722,144</u>	<u>295,722,144</u>

⁽¹⁾ Amount due from Bin Zayed Group of AED 295,722,144 (March 31, 2020: AED 295,722,144) includes advance towards purchase of property of AED 289,939,984 (March 31, 2020: AED 289,939,984) which represents payment made for the purchase of land in the Emirate of Dubai.

As per management, Bin Zayed Group has undertaken to secure the total balance owed by them amounting to AED 295,722,144 (March 31, 2020: AED 295,722,144) by the assignment of its properties with a fair value of not less than the amount due to the Company.

Amounts due to related parties

	(Un-audited)	(Audited)
	2021	2020
	AED	AED
Directors' fee payable	600,000	600,000
<i>Entities under common control</i>		
Bin Zayed Investment LLC	22,052,213	1,128,382
Gulf Oasis Realty	8,783,176	8,783,176
Omnia Baharat Restaurant LLC	6,613,548	6,550,227
Bin Zayed Contracting Co. LLC	5,293,833	24,897,800
Maiadien Building Materials Trading LLC	3,316,686	3,316,686
Omnia Food Trading LLC	651,802	688,945
Omnia Glow Restaurant	151,307	151,307
	<u>46,862,565</u>	<u>45,516,523</u>
	<u>47,462,565</u>	<u>46,116,523</u>

Notes to the consolidated financial statements (Continued)
For the year ended March 31, 2021

6 Cash and cash equivalents

	(Un-audited)	(Audited)
	2021	2020
	AED	AED
Cash on hand	-	1,043

7 Other payables and accruals

	(Un-audited)	(Audited)
	2021	2020
	AED	AED
Accrued expenses	3,647,685	2,514,907
Advances	2,007,079	2,007,079
Staff salaries and benefits payable	967,414	1,570,721
Others	125,040	132,209
	6,747,218	6,224,916

8 General and administrative expenses

	(Un-audited)	(Audited)
	2021	2020
		(Restated)
	AED	AED
Staff cost (note 9)	120,105	2,089,876
Rent	965,008	959,732
Depreciation of property and equipment (note 2)	1,059,546	2,830,574
Other expenses	498,315	904,670
	2,642,974	6,784,852

9 Staff cost

	(Un-audited)	(Audited)
	2021	2020
		(Restated)
	AED	AED
Number of staff at the year end	1	37
Salaries and related cost	94,538	1,384,732
Leave and gratuity	9,215	89,913
Other costs	16,352	615,231
	120,105	2,089,876

Notes to the consolidated financial statements (Continued)
For the year ended March 31, 2021

10 Loss per share

	(Un-audited) 2021 AED	(Audited) 2020 (Restated) AED
Net loss for the year	(2,529,091)	(6,127,140)
Weighted average number of ordinary shares for purposes of basic earnings	600,000,000	600,000,000
Loss per share	(0.0042)	(0.0102)

11 Restatement

Certain line items in the consolidated statement of financial position and the consolidated statement of comprehensive income have been restated with retrospective effect to correct an error and improve the quality of information presented. The error resulted from inappropriate accounting treatment for depreciation on property and equipment. The restatement had an impact on previously reported accumulated losses and net loss for the respective years.

The table below summarises the significant restatements for the line items affected in the consolidated statement of financial position and the consolidated statement of comprehensive:

Consolidated statement of financial position	(Audited) March 31, 2020 AED	(Audited) April 1, 2019 AED
Accumulated losses		
As previously reported	(36,112,814)	(28,454,065)
Effect of correction of error	(2,291,931)	(3,823,540)
As restated	(38,404,745)	(32,277,605)
Property and equipment		
As previously reported	4,224,532	1,932,601
Effect of correction of error	(2,291,931)	(3,823,540)
As restated	1,932,601	4,763,175
Consolidated statement of comprehensive		(Audited) March 31, 2020 AED
General and administrative expenses		
As previously reported		(5,253,243)
Effect of correction of error		(1,531,609)
As restated		(6,784,852)