Dubai Refreshment (P.J.S.C.)

Review report and condensed interim financial statements for the six months ended 30 June 2026

Dubai Refreshment (P.J.S.C.)

Condensed interim financial statements for the six months ended 30 June 2026

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Independent Auditors' Report on Review of Condensed Interim Financial Statements

To the Board of Directors of Dubai Refreshment (P.J.S.C)

Introduction

We have reviewed the accompanying 30 June 2026 condensed interim financial statements of Dubai Refreshment (P.J.S.C) ("the Company"), which comprises:

- the condensed statement of financial position as at 30 June 2026;
- the condensed statement of profit or loss for the three-month and six-month periods ended 30 June 2026;
- the condensed statement of other comprehensive income for the three-month and six-month periods ended 30 June 2026;
- the condensed statements of changes in equity for the six-month period ended 30 June 2026;
- the condensed statements of cash flows for the six-month period ended 30 June 2026; and
- notes to the condensed interim financial statements.

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed interim 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 statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2026 condensed interim financial statements are not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited

Fawzi AbuRass
Registration No.: 968
Dubai, United Arab Emirates

Date: 29 JUL 2026

KPMG
KPMG Lower Gulf Limited
P.O. Box: 3800, Dubai, UAE
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Condensed statement of financial position as at 30 June 2026

	Notes	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Assets			
Non-current assets			
Property, plant and equipment	4	475,590	488,083
Investment property		14,946	14,946
Right-of-use assets		88,162	92,643
Intangible assets		2,625	2,702
Financial assets at fair value through other comprehensive income ("FVTOCI")	5	86,322	97,980
Financial assets at fair value through profit and loss ("FVTPL")	6	37,137	-
Total non-current assets		704,782	696,354
Current assets			
Inventories		146,372	108,343
Trade and other receivables		215,563	225,383
Cash and bank balances	7	484,382	497,726
Total current assets		846,317	831,452
Total assets		1,551,099	1,527,806
Equity and liabilities			
Equity			
Share capital		90,000	90,000
Statutory reserve		45,000	45,000
General reserve		618,401	618,401
Fair valuation reserve		50,279	61,937
Cash flow hedge reserve		-	600
Retained earnings		235,372	339,398
Total equity		1,039,052	1,155,336
Non-current liabilities			
Provision for employees' end of service indemnity		36,862	36,253
Lease liabilities – non-current portion		87,385	91,922
Total non-current liabilities		124,247	128,175
Current liabilities			
Trade and other payables		347,524	214,214
Income tax liability	18	25,864	16,700
Lease liabilities – current portion		14,412	13,381
Total current liabilities		387,800	244,295
Total liabilities		512,047	372,470
Total equity and liabilities		1,551,099	1,527,806

The condensed interim financial statements are prepared in all material respects, in accordance with IAS 34. These condensed interim financial statements were approved by the Board of Directors on 29 July 2026 and were signed on its behalf by:

Mr. Ahmad Bin Eisa Alserkal
Chairman

Mr. Nawwaf Ghubash Ahmed Ghubash Al Marri
Director

The notes set out on pages 8 to 18 are part of these condensed interim financial statements.
The independent auditors' report is set out on pages 1 to 2.

Condensed statement of profit or loss for the six months ended 30 June 2026

	Notes	**Six months ended 30 June**		**Three months ended 30 June**	
		2026 AED'000 (Unaudited)	2025 AED'000 (Unaudited) Restated*	**2026 AED'000 (Unaudited)**	2025 AED'000 (Unaudited) Restated*
Revenue before excise tax		**462,534**	425,001	**263,050**	241,963
Excise tax		**93,629**	193,272	**53,759**	112,119
Total revenue	*11*	**556,163**	618,273	**316,809**	354,082
Cost of sales	*12*	**(362,181)**	(447,544)	**(209,306)**	(257,394)
Gross profit		**193,982**	170,729	**107,503**	96,688
Other operating income		**3,757**	5,508	**2,476**	2,424
Selling and distribution expenses	*13*	**(70,672)**	(64,633)	**(38,101)**	(33,232)
General and administrative expenses	*14*	**(32,434)**	(32,505)	**(16,166)**	(16,179)
Operating profit		**94,633**	79,099	**55,712**	49,701
Rental income		**1,653**	1,621	**834**	814
Dividend income		**943**	-	**(6)**	-
Change in fair value of financial assets at FVTPL		**412**	-	**412**	-
Interest income		**7,905**	7,647	**3,641**	3,425
Profit before financing and income taxes		**105,546**	88,367	**60,593**	53,940
Lease interest cost		**(2,408)**	(2,557)	**(1,194)**	(1,293)
Profit before tax		**103,138**	85,810	**59,399**	52,647
Income tax expense	*18*	**(9,164)**	(7,757)	**(5,347)**	(4,764)
Profit for the period		**93,974**	78,053	**54,052**	47,883
Basic and diluted earnings per share in AED	*9*	**1.04**	0.87	**0.60**	0.53

* Refer to note 20.

The notes set out on pages 8 to 18 form part of these condensed interim financial statements.
The independent auditors' report is set out on pages 1 to 2.

Condensed statement of other comprehensive income for the six months ended 30 June 2026

	Notes	Six months ended 30 June		Three months ended 30 June	
		2026	2025	**2026**	2025
		AED'000	AED'000	**AED'000**	AED'000
		(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Profit for the period after tax		**93,974**	78,053	**54,052**	47,883
Other comprehensive (loss) / income					
Other comprehensive (loss) / income not to be reclassified to profit or loss in subsequent periods:					
Change in fair value of investment in equity instruments designated at fair value through other comprehensive income	*5.a*	**(11,521)**	(6,646)	**(6,792)**	(6)
Other comprehensive (loss) / income to be reclassified to profit or loss in subsequent periods:					
Change in fair value of financial assets at fair value through other comprehensive income	*5.b*	**(137)**	96	**30**	44
Change in fair value of cash flow hedges		**(600)**	884	**-**	769
Total other comprehensive (loss)/ income		**(12,258)**	(5,666)	**(6,762)**	807
Total comprehensive income for the period		**81,716**	72,387	**47,290**	48,690

The notes set out on pages 8 to 18 form part of these condensed interim financial statements.
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Condensed statement of changes in equity for the six months 30 June 2026

	Share capital AED'000	Statutory reserve AED'000	General reserve AED'000	Fair valuation reserve AED'000	Cash flow hedge reserve AED'000	Retained earnings AED'000	Total AED'000
At 31 December 2024 (audited)	90,000	45,000	618,401	36,523	(23)	276,725	1,066,626
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	78,053	78,053
Other comprehensive loss for the period	-	-	-	(6,550)	884	-	(5,666)
Total comprehensive income for the period	-	-	-	(6,550)	884	78,053	72,387
Dividends (Note 8)	-	-	-	-	-	(90,000)	(90,000)
At 30 June 2025 (unaudited)	90,000	45,000	618,401	29,973	861	264,778	1,049,013
At 31 December 2025 (audited)	**90,000**	**45,000**	**618,401**	**61,937**	**600**	**339,398**	**1,155,336**
Total comprehensive income for the period							
Profit for the period	-	-	-	-	-	**93,974**	**93,974**
Other comprehensive loss for the period	-	-	-	**(11,658)**	**(600)**	-	**(12,258)**
Total comprehensive income for the period	-	-	-	**(11,658)**	**(600)**	**93,974**	**81,716**
Dividends (Note 8)	-	-	-	-	-	**(198,000)**	**(198,000)**
At 30 June 2026 (unaudited)	**90,000**	**45,000**	**618,401**	**50,279**	-	**235,372**	**1,039,052**

The notes set out on pages 8 to 18 form part of these condensed interim financial statements.

Condensed statement of cash flows
for the six months ended 30 June 2026

	Six months ended 30 June 2026 AED'000 (Unaudited)	2025 AED'000 (Unaudited) Restated*
Cash flows from operating activities		
Operating profit	**94,633**	79,099
Adjustments for:		
Depreciation on property, plant and equipment	**19,134**	21,311
Depreciation on right-of-use assets	**7,774**	7,418
Provision for employees' end of service benefits	**1,914**	3,561
Amortisation of intangible assets	**244**	237
Gain on derecognition of leased assets	**-**	(73)
Gain on sale of property, plant and equipment	**(161)**	(70)
	123,538	111,483
Changes in:		
- inventories	**(38,029)**	(48,793)
- trade and other receivables	**6,812**	(37,234)
- trade and other payables	**38,910**	34,275
Cash generated from operations activities	**131,231**	59,731
Employees' end of service benefits paid	**(1,305)**	(3,851)
Rental income received	**1,653**	1,621
Net cash generated from operating activities	**131,579**	57,501
Cash flows from investing activities		
Purchase of intangible assets	**(113)**	-
Purchase of property, plant and equipment	**(6,695)**	(4,567)
Proceeds from sale of property, plant and equipment	**161**	70
Interest received	**10,913**	7,524
Dividend income received	**943**	-
Purchase of debt instruments	**(36,725)**	-
Deposits made during the period	**(318,824)**	(312,349)
Deposits withdrawn during the period	**355,838**	229,542
Net cash from/ (used in) investing activities	**5,498**	(79,780)
Cash flows from financing activities		
Dividends paid	**(99,000)**	(90,000)
Directors' fees paid	**(5,200)**	(5,200)
Payment of principal portion of lease liabilities	**(6,799)**	(6,324)
Interest paid on lease liabilities	**(2,408)**	(2,557)
Net cash used in financing activities	**(113,407)**	(104,081)
Net increase /(decrease) in cash and cash equivalents	**23,670**	(126,360)
Cash and cash equivalents at beginning of the period	**48,550**	179,407
Cash and cash equivalents at 31 June (note 7)	**72,220**	53,047

* Refer note 20.

The notes set out on pages 8 to 18 form part of these condensed interim financial statements.
The independent auditors' report is set out on pages 1 to 2.

Notes to the condensed interim financial statements for the six months ended 30 June 2026 *(continued)*

1. Legal status and activities

Dubai Refreshment (P.J.S.C) (the "Company") was incorporated in Dubai in 1959 by a Decree issued by His Highness The Ruler of Dubai. The Company is listed on the Dubai Financial Market ("DFM"). The registered address of the Company is P.O. Box 420, Dubai, United Arab Emirates.

The Company is engaged in bottling and selling Pepsi Cola International products in Dubai, Sharjah and the other Northern Emirates of UAE. The Company also exports Pepsi Cola International products from time to time to foreign countries after obtaining authorization from Pepsi Cola International. The Company holds 7Up and Aquafina bottling and selling rights for the whole of the UAE.

2. Basis of preparation

The condensed interim financial statements for the six months ended 31 June 2026 have been prepared in accordance with IAS 34, *Interim Financial Reporting,* and should be read in conjunction with the Company's annual financial statements as at and for the year ended 31 December 2025 ("last annual financial statements").

The Company early adopted IFRS 18 'Presentation and Disclosure in Financial Statements', which supersedes IAS 1 and made consequential amendments to other standards. IFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. Furthermore, entities are required to classify all income and expenses within the statement of profit or loss into one of five categories: operating, investing, financing, income taxes and discontinued operations. It also requires disclosure of management-defined performance measures, disclosure about the nature of operating expense when entities present at least one line item by function and includes new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements and the notes. In addition, consequential amendments have been made to IAS 7, which include changing the starting point for determining cash flows from operations under the indirect method, from 'profit or loss' to 'operating, profit or loss' and removing the optionality around classification of cash flows from dividends and interest. In addition, there are consequential amendments to several other standards, including IAS 8 and IAS 33.

IFRS 18 has been adopted retrospectively and, as a result, some changes were made to the statement of profit or loss and the statement of cash flows and, where applicable, the related notes which have been explained note 20. There is no specified main business activity of the company under IFRS 18.

The condensed interim financial statements do not include all the information and disclosures required for a complete set of financial statements prepared in accordance with IFRS accounting standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in Company's financial position and performance since the last annual financial statements.

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

The financial statements have been prepared under the historical cost convention except for a financial asset at fair value through other comprehensive income ("FVOCI") and financial asset at financial assets at fair value through profit and loss ("FVTPL") which have been measured at fair value.

3. Accounting policies

Except as described below, the accounting policies applied in these condensed interim financial statements are the same as those applied in the Company's financial statements as at and for the year ended 31 December 2025

Notes to the condensed interim financial statements
for the six months ended 30 June 2026 *(continued)*

3. Accounting policies *(Continued)*

3.1 Use of judgements and estimates

In preparing these condensed interim financial statements, management has made judgments, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied in the preparation of the financial statements of the Company as at and for the year ended 31 December 2025.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to estimates are recognized prospectively.

3.2 New standards and interpretations issued and effective

Effective 1 January 2026, following new/ amended IFRS have become effective and have been applied in preparing these financial statements:

- Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7
- Contracts referencing Nature-dependent electricity – Amendments to IFRS 9 and IFRS 7
- Annual improvements to IFRS accounting standard – volume 11

The application of these revised IFRS does not have any significant impact on the amounts reported for the current and prior year but may affect the accounting for future transactions or arrangements.

3.3 New standards and interpretations issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2027 and earlier application is permitted. IFRS 18 "Presentation and disclosure in financial statements" has been early adopted in preparing these condensed interim financial statements.

	Effective date
IFRS 19 Subsidiaries without Public Accountability Disclosures	1 January 2027
IFRS 18 Presentation and disclosure in financial statements	1 January 2027

4. Property, plant and equipment

Additions and disposals

During the six month period ended 30 June 2026, the additions to property, plant and equipment amounted to AED 6,695 thousand *(six month period ended* 30 June *2025: AED 4,567 thousand).*

Depreciation for the six month period ended 30 June 2026 amounting to AED 19,134 thousand *(six month period ended* 30 June *2025: AED 21,311 thousand).*

During the six month period ended 30 June 2026, the Company disposed fully depreciated items of property, plant and equipment for proceeds amounting to AED 161 thousand *(six month period ended* 30 June *2025: AED 70 thousand).* The gain on sale of property, plant and equipment for the six month period ended 30 June 2026 was AED 161 thousand *(six month period ended* 30 June *2025: AED 70 thousand).*

5. Financial assets at fair value through other comprehensive income

a) Equity instruments

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balance at 1 January	**92,915**	67,687
Change in market fair value	**(11,521)**	25,228
	81,394	92,915

b) Bonds

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balance at 1 January	**5,065**	4,879
Change in market fair value	**(137)**	186
	4,928	5,065
Balance at reporting date	**86,322**	97,980

In 2024, the Company purchased bonds with a tenure of 5 years at a price of AED 4.96 million carrying a yield of 4.86 % p.a. The investment in bonds is measured at fair value through other comprehensive income.

6. Financial assets at fair value through profit and loss

a) Perpetual bond

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Balance at 1 January	-	-
Additions	**36,725**	-
Change in market fair value	**412**	-
	37,137	-

During the six month period ended 30 June 2026, the Company purchased perpetual bond at a price of AED 36.73 million at a coupon rate of 6.25% p.a. The fair value gain on investment for the six month period ended 30 June 2026 was AED 412 thousand *(six month period ended* 30 June *2025: AED Nil)*. The investment in the perpetual bonds is measured at fair value through profit and loss.

Notes to the condensed interim financial statements for the six months ended 30 June 2026 *(continued)*

7. Cash and bank balances

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Cash at bank and on hand	**72,220**	48,550
Bank deposits	**412,162**	449,176
	484,382	497,726
Less: Bank deposits with maturity of more than 3 months	**(412,162)**	(449,176)
Cash and cash equivalents	**72,220**	48,550

8. Dividends

During the period, based on annual general assembly meeting held on 02 April 2026, the Company declared a cash dividend of AED 1.10 per share amounting to AED 99 million for the results of the year ended 31 December 2025 *(2025: AED 1 per share amounting to AED 90 million for the results of the year ended 2024)* which was paid to shareholders on 28 April 2026.

Further, in addition to the above, a one-time special cash dividend of AED 1.1 per share totaling to AED 99 million was declared in the annual general assembly meeting and will be paid in October 2026 *(2025: AED Nil)* through a Board of Directors resolution to the eligible shareholders in accordance with SCA regulations. As at the period end, this amount is included in trade and other payables.

9. Basic and diluted earnings per share

Basic and diluted earnings per share is calculated by dividing the profit after tax for the period attributable to the shareholders of the Company, net of directors' fees by the weighted average number of ordinary shares in issue during the period. There were no instruments or any other items which could cause a dilutive effect on the earnings per share calculation:

	Six months ended 30 June		**Three months ended 30 June**	
	2026 (Unaudited)	2025 (Unaudited)	**2026 (Unaudited)**	2025 (Unaudited)
Profit for the period, net of directors' fee (AED'000)	**93,974**	78,053	**54,052**	47,883
Weighted average number of ordinary shares ('000)	**90,000**	90,000	**90,000**	90,000
Earnings per ordinary share - Basic and diluted (AED)	**1.04**	0.87	**0.60**	0.53

10. Related party transactions and balances

The Company enters into transactions with companies and entities that fall within the definition of a related party as contained in IAS 24 *Related Party Disclosures*. Related parties comprise companies and entities under common ownership and/or common management and control and key management personnel.

Notes to the condensed interim financial statements for the six months ended 30 June 2026 *(continued)*

10. Related party transactions and balances *(Continued)*

The management decides on the terms and conditions of the transactions and of the services received/rendered from/to related parties, as well as on any other charges, which are substantially the same terms as those prevailing at the same time for comparable transactions with un-related parties.

a. Significant transactions with Oman Refreshment Company included in the condensed statement of profit or loss are as follows:

	Six months ended 30 June		**Three months ended 30 June**	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Sales to a related party	**2,855**	1,604	**1,657**	1,148
Purchases from a related party	**2,302**	1,873	**1,084**	1,628

b. Compensation of key management personnel

The remuneration of directors and other key members of management during the period was as follows:

	Six months ended 30 June		**Three months ended 30 June**	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Short-term benefits	**6,910**	6,760	**3,356**	3,101
Employees' end of service benefits	**782**	2,048	**144**	747
Director's sitting fee	**90**	170	**30**	70
	7,782	8,978	**3,530**	3,918

Significant balances with related parties included in the condensed statement of financial position:

	30 June 2026	31 December 2025
	AED'000	AED'000
	(Unaudited)	(Audited)
Due from a related party		
Other related party (included in trade and other receivables)		
Oman Refreshments Company	**1,042**	463
Due to a related party		
Other related party (included in trade and other payables)		
Oman Refreshments Company	**771**	1,065

Amounts due from and due to a related party is not offset as management has assessed that these financial assets and liabilities do not meet the offset criteria described in *IAS 32 - Financial Instruments: Presentation.* Amounts due from a related party are interest free and payable on demand.

Notes to the condensed interim financial statements
for the six months ended 30 June 2026 *(continued)*

11. Revenue

	Six months ended 30 June		Three months ended 30 June	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Local sales				
Long term contracts	**382,083**	418,745	**232,331**	251,354
Transaction based contracts	**141,648**	153,491	**68,781**	78,002
	523,731	572,236	**301,112**	329,356
Export sales				
Long term contracts	**7,164**	15,488	**2,784**	6,648
Transaction based contracts	**25,268**	30,549	**12,913**	18,078
	32,432	46,037	**15,697**	24,726
Total revenue	**556,163**	618,273	**316,809**	354,082

12. Cost of sales

	Six months ended 30 June		Three months ended 30 June	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Material cost	**227,067**	216,218	**131,709**	125,777
Excise tax	**93,629**	193,272	**53,759**	112,119
Staff cost	**12,144**	11,808	**6,138**	5,978
Depreciation	**11,911**	13,147	**5,956**	6,594
Others*	**17,430**	13,099	**11,744**	6,926
	362,181	447,544	**209,306**	257,394

* Others mainly include production and maintenance costs.

13. Selling and distribution expenses

	Six months ended 30 June		Three months ended 30 June	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Staff cost	**32,632**	31,905	**16,317**	16,201
Depreciation	**12,350**	12,771	**6,218**	6,397
Impairment loss on trade receivables	**3,276**	276	**3,143**	143
Others**	**22,414**	19,681	**12,423**	10,491
	70,672	64,633	**38,101**	33,232

** Others mainly include advertising, marketing and fleet expenses.

Notes to the condensed interim financial statements for the six months ended 30 June 2026 ***(continued)***

14. General and administrative expenses

	Six months ended 30 June		Three months ended 30 June	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
Staff cost	**15,627**	15,660	**7,680**	7,214
Depreciation	**2,647**	2,811	**1,292**	1,489
Amortisation of intangible assets	**244**	237	**129**	109
Others***	**13,916**	13,797	**7,065**	7,367
	32,434	32,505	**16,166**	16,179

*** Others mainly include general office expenses.

15. Allocation of main costs and expenses as per IFRS 18

	Six months ended 30 June		Three months ended 30 June	
	2026	2025	**2026**	2025
	AED'000	AED'000	**AED'000**	AED'000
	(Unaudited)	(Unaudited)	**(Unaudited)**	(Unaudited)
15.1 Below is the allocation of staff costs:				
Cost of sales	**12,144**	11,808	**6,138**	5,978
Selling and distribution expenses	**32,632**	31,905	**16,317**	16,201
General and administrative expenses	**15,627**	15,660	**7,680**	7,214
	60,403	59,373	**30,135**	29,393
15.2 Below is the allocation of depreciation:				
Cost of sales	**11,911**	13,147	**5,956**	6,594
Selling and distribution expenses	**12,350**	12,771	**6,218**	6,397
General and administrative expenses	**2,647**	2,811	**1,292**	1,489
	26,908	28,729	**13,466**	14,480

16. Contingencies and capital commitments

	30 June 2026	31 December 2025
	AED'000	AED'000
	(Unaudited)	(Audited)
Bank guarantees	**1,924**	5,991

As at the period end there was no material capital commitments *(31 December 2025: nil)*

17. Fair valuation 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 (excluding prepayments and advances), contract assets, financial assets at FVOCI and financial assets at FVTPL. Financial liabilities consist of trade and payables (excluding advances) and contract liabilities.

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

Fair value hierarchy

The Company 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 reporting date, the Company held the following financial instruments measured at fair value:

30 June 2026	**Total AED'000**	**Level 1 AED'000**	**Level 2 AED'000**	**Level 3 AED'000**
Investment securities				
Quoted equity shares consumer products sector (Note 5)	**81,394**	**81,394**	-	-
Investment in bonds, Quoted				
Investment in Bonds at FVTOCI (Note 5)	**4,928**	**4,928**	-	-
Investment in perpetual bonds, Quoted				
Investment in Bonds at FVPL (Note 6)	**37,137**	**37,137**	-	-

31 December 2025	**Total AED'000**	**Level 1 AED'000**	**Level 2 AED'000**	**Level 3 AED'000**
Investment securities				
Quoted equity shares consumer products sector (Note 5)	92,915	92,915	-	-
Investment in bonds, Quoted				
Investment in Bonds at FVTOCI (Note 5)	5,065	5,065	-	-
Fair valuation of derivatives				
- held as cash flow hedge	600	-	600	-

Notes to the condensed interim financial statements for the six months ended 30 June 2026 *(continued)*

18. Income tax

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
Income tax liability	**25,864**	16,700
	=====	=====

a. Movement in provision for corporate tax

	30 June 2026 AED'000 (Unaudited)	31 December 2025 AED'000 (Audited)
At 1 January	**16,700**	13,681
Add: provision during the period / year	**9,164**	15,731
Less: payments during the year	**-**	(12,712)
	--------	--------
	25,864	16,700
	=====	=====

The tax charge for six month period ended 30 June 2026 is AED 9,164 thousand *(six month period ended 30 June 2025: AED 7,757 thousand).*

19. Operating segment information

The company operates in a single reporting segment of canning, bottling, distribution and trading of soft drinks and related beverage products. All the relevant information relating to this operating segment is disclosed in the condensed statement of financial position, condensed income statement and notes to the interim financial statements.

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

a) Information about geographical segments

During the six month period ended 30 June 2026, revenue from customers located in the Company's country of domicile (UAE) is AED 523,731 thousand *(six month period ended 30 June 2025: AED 572,236 thousand)* and revenue from customers outside UAE (foreign customers) is AED 32,432 thousand *(six month period ended 30 June 2025: AED 46,037 thousand).*

b) Major customers

During the six month period ended 30 June 2026 and 30 June 2025, there were no customers of the Company with revenues greater than 10% of the total revenue of the company.

20. Changes in comparatives

20.1 Comparatives have been changed on account of early adoption of IFRS 18 and other adjustments as explained below:

For the six month period ended 30 June 2025

	IAS 1 AED'000	IFRS 18 and other adjustments AED'000	IFRS 18 AED'000	Reference
Revenue	416,592	(416,592)	-	
Revenue before excise tax*	-	425,001	425,001	(a), (b)
Excise tax*	-	193,272	193,272	(a), (b)
Total revenue*	416,592	201,681	618,273	(a), (b)
Cost of sales	(253,080)	(194,464)	(447,544)	(a), (b)
Gross profit	163,512	7,217	170,729	
Other operating income	4,993	515	5,508	(c)
Selling and distribution expenses	(61,460)	(3,173)	(64,633)	(b)
General and administrative expenses	(32,291)	(214)	(32,505)	(b)
Operating profit* (presented as operating income in the condensed interim financial statements for the period ended 30 June 2025)	74,754	4,345	79,099	
Finance income, net	5,090	(5,090)	-	(d)
Rental income	-	1,621	1,621	(e)
Interest income	-	7,647	7,647	(d)
Other income	5,966	(5,966)	-	(b), (c), (e)
Profit before financing and income taxes* (presented as profit for the period before tax in the condensed interim financial statements for the period ended 30 June 2025)	85,810	2,557	88,367	
Lease interest cost	-	(2,557)	(2,557)	(d)
Profit before tax	85,810	-	85,810	
Income tax expense	(7,757)	-	(7,757)	
Profit for the period	78,053	-	78,053	
Basic and diluted earnings per share in AED	0.87	-	0.87	

* New subtotal under IFRS 18 Presentation and disclosure in financial statements

20 Changes in comparatives *(continued)*

20.1 Comparatives have been changed on account of early adoption of IFRS 18 and other adjustments as explained below *(continued)*:

(a) Revenue and cost of sales are now stated inclusive of excise tax amounting to AED 193,272 thousand (refer note 11).

(b) Net income from warehousing activities, previously presented on a net basis of AED 3,830 within "Other income," have now been presented on gross basis in their respective line items. Based on the reclassification made, revenue of AED 8,409 thousand, cost of sales of AED 1,192 thousand, selling and distribution expenses of AED 3,173 thousand and General and administrative expenses of AED 214 thousand are now presented separately in their respective line items.

(c) Adjustments on account of IFRS 18: an amount of AED 515 thousand has been reclassified from "Other income" to "Other operating income" to align with the updated presentation requirements.

(d) Finance income, previously presented on a net basis, is now disclosed on a gross basis. Based on the reclassifications made, interest income of AED 7,647 thousand and lease interest cost of AED 2,557 thousand are now presented separately in their respective line items.

(e) Adjustments on account of IFRS 18: rental income amounting to AED 1,621 thousand, previously included within "Other income," is now presented separately as "Rental income."

20.2 With the adoption of IFRS 18, the consequential amendments to IAS 7 require the Company to use the newly defined "operating profit" subtotal as the starting point in the statement of cash flows when presenting operating cash flows under the indirect method. Accordingly, the Company will no longer use "profit before tax" as the starting point for the reconciliation of cash flows from operating activities. As a result, certain reconciling items within operating cash flows have changed following the adoption of IFRS 18.

21. Regional geopolitical escalations

During the current period, regional geopolitical escalations have triggered a high-risk conflict environment across the Gulf. Management has assessed the potential impact of the ongoing geopolitical situation in the region and has concluded that there is no material impact on the carrying amounts of the Company's assets as at the reporting date.

Given the uncertainty and rapidly evolving nature of the situation, the Company is closely monitoring the developments and has implemented contingency measures, wherever required.

22. Approval of condensed interim financial statements

The condensed interim financial statements were approved by the Board of Directors and authorized for issuance on 29th July 2026.