

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

**Review report and condensed interim financial  
statements for the three months ended  
31 March 2026**

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

Condensed interim financial statements  
for the three months ended  
31 March 2026

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KPMG Lower Gulf Limited  
The Offices 5 at One Central  
Level 4, Office No: 04.01  
Sheikh Zayed Road, P.O. Box 3800  
Dubai, United Arab Emirates  
Tel. +971 (4) 4030300, [www.kpmg.com/ae](http://www.kpmg.com/ae)

# 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 31 March 2026 condensed interim financial statements of Dubai Refreshment (P.J.S.C) ("the Company"), which comprises:

- the condensed interim statement of financial position as at 31 March 2026;
- the condensed interim statement of profit or loss for the three-month period ended 31 March 2026;
- the condensed interim statement of other comprehensive income for the three-month period ended 31 March 2026;
- the condensed interim statements of changes in equity for the three-month period ended 31 March 2026;
- the condensed interim statements of cash flows for the three-month period ended 31 March 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 31 March 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: **12 MAY 2026**

*KPMG Professional License No.: 113869*

**Condensed statement of financial position  
as at 31 March 2026**

	<i>Notes</i>	<b>31 March 2026 AED'000 (Unaudited)</b>	<b>31 December 2025 AED'000 (Audited)</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	480,236	488,083
Investment property		14,946	14,946
Right-of-use assets		90,211	92,643
Intangible assets		2,716	2,702
Financial assets at fair value through other comprehensive income ("FVTOCI")	5	93,084	97,980
<b>Total non-current assets</b>		<b>681,193</b>	<b>696,354</b>
<b>Current assets</b>			
Inventories		135,018	108,343
Trade and other receivables		229,202	225,383
Cash and bank balances	6	505,427	497,726
<b>Total current assets</b>		<b>869,647</b>	<b>831,452</b>
<b>Total assets</b>		<b>1,550,840</b>	<b>1,527,806</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital		90,000	90,000
Statutory reserve		45,000	45,000
General reserve		618,401	618,401
Fair valuation reserve		57,041	61,937
Cash flow hedge reserve		-	600
Retained earnings		379,320	339,398
<b>Total equity</b>		<b>1,189,762</b>	<b>1,155,336</b>
<b>Non-current liabilities</b>			
Provision for employees' end of service indemnity		36,359	36,253
Lease liabilities – non-current portion		89,427	91,922
<b>Total non-current liabilities</b>		<b>125,786</b>	<b>128,175</b>
<b>Current liabilities</b>			
Trade and other payables		200,826	214,214
Income tax liability	17	20,517	16,700
Lease liabilities – current portion		13,949	13,381
<b>Total current liabilities</b>		<b>235,292</b>	<b>244,295</b>
<b>Total liabilities</b>		<b>361,078</b>	<b>372,470</b>
<b>Total equity and liabilities</b>		<b>1,550,840</b>	<b>1,527,806</b>

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 12 May 2026 and were signed on its behalf by:

Signed by Ahmad Alserkal  
Date: 12-May-2026  
Time: 02:22 PM +04:00  
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e560

Mr. Ahmad Bin Eisa Alserkal  
Chairman

Mr. Nawwaf Ghubash Ahmed Ghubash Al Marri  
Director

The notes set out on pages 8 to 19 form 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 three months ended 31 March 2026**

	<i>Notes</i>	<b>Three months ended 31 March</b>	
		<b>2026 AED'000 (Unaudited)</b>	<b>2025 AED'000 (Unaudited) Restated*</b>
Revenue before excise tax		199,484	183,038
Excise tax		39,870	81,153
Total revenue	10	239,354	264,191
Cost of sales	11	(152,875)	(190,150)
<b>Gross profit</b>		<b>86,479</b>	<b>74,041</b>
Other operating income		1,281	3,084
Selling and distribution expenses	12	(32,571)	(31,401)
General and administrative expenses	13	(16,268)	(16,326)
<b>Operating profit</b>		<b>38,921</b>	<b>29,398</b>
Rental income		819	807
Dividend income		949	-
Interest income		4,264	4,222
<b>Profit before financing and income taxes</b>		<b>44,953</b>	<b>34,427</b>
Lease interest cost		(1,214)	(1,264)
<b>Profit before tax</b>		<b>43,739</b>	<b>33,163</b>
Income tax expense	17	(3,817)	(2,993)
<b>Profit for the period</b>		<b>39,922</b>	<b>30,170</b>
Basic and diluted earnings per share in AED	8	<b>0.44</b>	0.34

\* Refer to note 19.

The notes set out on pages 8 to 19 form part of these condensed interim financial statements.  
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**Condensed statement of other comprehensive income  
for the three months ended 31 March 2026**

	<i>Notes</i>	<b>Three months ended 31 March</b>	
		<b>2026 AED'000 (Unaudited)</b>	<b>2025 AED'000 (Unaudited)</b>
<b>Profit for the period after tax</b>		<b>39,922</b>	<b>30,170</b>
		-----	-----
<b>Other comprehensive (loss) / income</b>			
<i>Other comprehensive (loss) / income not to be reclassified to profit or loss in subsequent periods:</i>			
Change in fair value of investment in equity instruments designated at fair value through other comprehensive income	<i>5.a</i>	<b>(4,729)</b>	<b>(6,640)</b>
<i>Other comprehensive income / (loss) to be reclassified to profit or loss in subsequent periods:</i>			
Change in fair value of financial assets at fair value through other comprehensive income	<i>5.b</i>	<b>(167)</b>	<b>52</b>
Change in fair value of cash flow hedges		<b>(600)</b>	<b>115</b>
		-----	-----
<b>Total other comprehensive loss</b>		<b>(5,496)</b>	<b>(6,473)</b>
		-----	-----
<b>Total comprehensive income for the period</b>		<b>34,426</b>	<b>23,697</b>
		=====	=====

The notes set out on pages 8 to 19 form part of these condensed interim financial statements.  
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Condensed statement of changes in equity  
for the three months 31 March 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
<b>At 31 December 2024 (audited)</b>	90,000	45,000	618,401	36,523	(23)	276,725	1,066,626
Total comprehensive income for the period	-	-	-	-	-	30,170	30,170
Profit for the period	-	-	-	(6,588)	115	-	(6,473)
Other comprehensive loss for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(6,588)	115	30,170	23,697
Dividend declared (Note 7)	-	-	-	-	-	(90,000)	(90,000)
<b>At 31 March 2025 (unaudited)</b>	90,000	45,000	618,401	29,935	92	216,895	1,000,323
<b>At 1 December 2025 (audited)</b>	90,000	45,000	618,401	61,937	600	339,398	1,155,336
Total comprehensive income for the period	-	-	-	-	-	39,922	39,922
Profit for the period	-	-	-	(4,896)	(600)	-	(5,496)
Other comprehensive loss for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(4,896)	(600)	39,922	34,426
<b>At 31 March 2026 (unaudited)</b>	90,000	45,000	618,401	57,041	-	379,320	1,189,762

The notes set out on pages 8 to 19 form part of these condensed interim financial statements.

**Condensed statement of cash flows  
for the three months ended 31 March 2026**

	<b>Three months ended 31 March</b>	
	<b>2026 AED'000 (Unaudited)</b>	<b>2025 AED'000 (Unaudited) Restated*</b>
<b>Cash flows from operating activities</b>		
Operating Profit	38,921	29,398
Adjustments for:		
Depreciation on property, plant and equipment	9,601	10,697
Depreciation on right-of-use assets	3,841	3,649
Provision for employees' end of service benefits	1,020	2,220
Amortisation of intangible assets	115	128
Gain on sale of property, plant and equipment	(109)	(70)
	<u>53,389</u>	<u>46,022</u>
Changes in:		
- inventories	(26,675)	5,794
- trade and other receivables	(396)	(19,773)
- trade and other payables	(13,988)	(12,041)
	<u>12,330</u>	<u>20,002</u>
<b>Cash generated from operations activities</b>	<b>12,330</b>	<b>20,002</b>
Employees' end of service benefits paid	(914)	(3,561)
Rental income received	819	807
	<u>12,235</u>	<u>17,248</u>
<b>Net cash from operating activities</b>	<b>12,235</b>	<b>17,248</b>
<b>Cash flows from investing activities</b>		
Acquisition of intangible assets	(129)	-
Acquisition of property, plant and equipment	(1,808)	(2,149)
Proceeds from sale of property, plant and equipment	163	70
Interest received	1,790	1,040
Deposits made during the period	(15,387)	(57,094)
Deposits withdrawn during the period	113,985	271,636
	<u>98,614</u>	<u>213,503</u>
<b>Net cash from investing activities</b>	<b>98,614</b>	<b>213,503</b>
<b>Cash flows from financing activities</b>		
Dividends paid	-	(90,000)
Directors fees paid	-	(5,200)
Payment of principal portion of lease liabilities	(3,336)	(3,298)
Interest paid on lease liabilities	(1,214)	(1,264)
	<u>(4,550)</u>	<u>(99,762)</u>
<b>Net cash used in financing activities</b>	<b>(4,550)</b>	<b>(99,762)</b>
<b>Net increase in cash and cash equivalents</b>	<b>106,299</b>	<b>130,989</b>
Cash and cash equivalents at beginning of the period	48,550	179,407
<b>Cash and cash equivalents at 31 March (note 6)</b>	<b>154,849</b>	<b>310,396</b>

\* Refer note 19.

The notes set out on pages 8 to 19 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 three months ended 31 March 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 three months ended 31 March 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 19. 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 three months ended 31 March 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) that 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 three months ended 31 March 2026 (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.

	<b>Effective date</b>
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 period ended 31 March 2026, the additions to property, plant and equipment amounted to AED 1,808 thousand (*period ended 31 March 2025: AED 2,149 thousand*).

Depreciation for the period ended 31 March 2026 amounting to AED 9,601 thousand (*period ended 31 March 2025: AED 10,697 thousand*).

During the period ended 31 March 2026, the Company disposed fully depreciated items of property, plant and equipment for proceeds amounting to AED 163 thousand (*period ended 31 March 2025: AED 70 thousand*). The gain on sale of property, plant and equipment for the period ended 31 March 2026 was AED 109 thousand (*period ended 31 March 2025: AED 70 thousand*).

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**5. Financial assets at fair value through other comprehensive income**

**a) Equity instruments**

	<b>31 March 2026 AED'000 (Unaudited)</b>	<b>31 December 2025 AED'000 (Audited)</b>
Balance at 1 January	92,915	67,687
Change in market fair value	(4,729)	25,228
	<u>88,186</u>	<u>92,915</u>

**b) Bonds**

	<b>31 March 2026 AED'000 (Unaudited)</b>	<b>31 December 2025 AED'000 (Audited)</b>
Balance at 1 January	5,065	4,879
Additions	-	-
Change in market fair value	(167)	186
	<u>4,898</u>	<u>5,065</u>
Balance at reporting date	<u>93,084</u>	<u>97,980</u>

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. Cash and bank balances**

	<b>31 March 2026 AED'000 (Unaudited)</b>	<b>31 December 2025 AED'000 (Audited)</b>
Cash at bank and on hand	75,652	48,550
Bank deposits	429,775	449,176
	<u>505,427</u>	<u>497,726</u>
Less: Bank deposits with maturity of more than 3 months	(350,578)	(449,176)
Cash and cash equivalents	<u>154,849</u>	<u>48,550</u>

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**7. Dividends**

Subsequent to the period end, 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.

**8. 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:

	<b>Three months ended 31 March</b>	
	<b>2026 (Unaudited)</b>	<b>2025 (Unaudited)</b>
Profit for the period, net of directors' fee (AED'000)	<b>39,922</b>	30,170
Weighted average number of ordinary shares ('000)	<b>90,000</b>	90,000
Earnings per ordinary share - Basic and diluted (AED)	<b>0.44</b>	0.34

**9. 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.

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:

	<b>Three months ended 31 March</b>	
	<b>2026 AED'000 (Unaudited)</b>	<b>2025 AED'000 (Unaudited)</b>
Sales to a related party	<b>1,198</b>	456
Purchase from a related party	<b>1,217</b>	245

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

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

*b. Compensation of key management personnel*

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

	<b>Three months ended</b>	
	<b>31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>AED'000</b>	<b>AED'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Short-term benefits	3,554	3,659
Employees' end of service benefits	638	1,301
Director's sitting fee	60	100
	-----	-----
	<b>4,252</b>	<b>5,060</b>
	=====	=====

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

	<b>31 March</b>	<b>31 December</b>
	<b>2026</b>	<b>2025</b>
	<b>AED'000</b>	<b>AED'000</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>
<b><i>Due from a related party</i></b>		
<i>Other related party (included in trade and other receivables)</i>		
Oman Refreshments Company	772	463
	=====	=====
<b><i>Due to a related party</i></b>		
<i>Other related party (included in trade and other payables)</i>		
Oman Refreshments Company	899	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 three months ended 31 March 2026 (continued)

10. Revenue

	Three months ended 31 March	
	2026 AED'000 (Unaudited)	2025 AED'000 (Unaudited)
<i>Local sales</i>		
Long term contracts	149,752	167,391
Transaction based contracts	72,867	75,489
	<u>222,619</u>	<u>242,880</u>
<i>Export sales</i>		
Long term contracts	4,380	8,840
Transaction based contracts	12,355	12,471
	<u>16,735</u>	<u>21,311</u>
<b>Total revenue</b>	<u><b>239,354</b></u>	<u><b>264,191</b></u>

11. Cost of sales

	Three months ended 31 March	
	2026 AED'000 (Unaudited)	2025 AED'000 (Unaudited)
Material cost	95,358	90,441
Excise tax	39,870	81,153
Staff cost	6,006	5,830
Depreciation	5,955	6,553
Others*	5,686	6,173
	<u>152,875</u>	<u>190,150</u>

\* Others mainly include production and maintenance costs.

12. Selling and distribution expenses

	Three months ended 31 March	
	2026 AED'000 (Unaudited)	2025 AED'000 (Unaudited)
Staff cost	16,315	15,704
Depreciation	6,132	6,374
Others**	10,124	9,323
	<u>32,571</u>	<u>31,401</u>

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

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**13. General and administrative expenses**

	<b>Three months ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>AED'000</b>	<b>AED'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Staff cost	7,947	8,446
Depreciation	1,355	1,322
Amortisation of intangible assets	115	128
Others***	6,851	6,430
	-----	-----
	<b>16,268</b>	<b>16,326</b>
	=====	=====

\*\*\* Others mainly include general office expenses.

**14. Allocation of main costs and expenses as per IFRS 18**

	<b>Three months ended 31 March</b>	
	<b>2026</b>	<b>2025</b>
	<b>AED'000</b>	<b>AED'000</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
<i>14.1 Below is the allocation of staff costs:</i>		
Cost of sales	6,006	5,830
Selling and distribution expenses	16,315	15,704
General and administrative expenses	7,947	8,446
	-----	-----
	<b>30,268</b>	<b>29,980</b>
	=====	=====

*14.2 Below is the allocation of depreciation:*

Cost of sales	5,955	6,553
Selling and distribution expenses	6,132	6,374
General and administrative expenses	1,355	1,322
	-----	-----
	<b>13,442</b>	<b>14,249</b>
	=====	=====

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**15. Contingencies and capital commitments**

	<b>31 March 2026 AED'000 (Unaudited)</b>	31 December 2025 AED'000 (Audited)
Bank guarantees	<b>5,691</b>	5,991

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

**16. Fair valuation of financial instruments**

Financial instruments comprise financial assets and financial liabilities.

Financial assets consist of cash on hand and bank balances, receivables, contract assets, derivatives and investment in equity instruments designated as at FVOCI. Financial liabilities consist of payables, contract liabilities and derivatives.

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:

<i>31 March 2026</i>	<b>Total AED'000</b>	<b>Level 1 AED'000</b>	<b>Level 2 AED'000</b>	<b>Level 3 AED'000</b>
<i>Investment securities</i>				
Quoted equity shares consumer products sector (Note 5)	<b>88,186</b>	<b>88,186</b>	-	-
<i>Investment in bonds, Quoted</i>				
Investment in Bonds at FVTOCI (Note 5)	<b>4,898</b>	<b>4,898</b>	-	-

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**16. Fair valuation of financial instruments (Continued)**

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

**17. Income tax**

	<b>31 March 2026 AED'000 (Unaudited)</b>	31 December 2025 AED'000 (Audited)
Income tax liability	<u>20,517</u>	<u>16,700</u>

**a. Movement in provision for corporate tax**

	<b>31 March 2026 AED'000 (Unaudited)</b>	31 December 2025 AED'000 (Audited)
At 1 January	16,700	13,681
Add: provision during the period / year	3,817	15,731
Less: payments during the year	-	(12,712)
	<u>20,517</u>	<u>16,700</u>

The tax charge for period ended 31 March 2026 is AED 3,817 thousand (31 March 2025: AED 2,993 thousand).

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**18. 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 period ended 31 March 2026, revenue from customers located in the Company's country of domicile (UAE) is AED 222,619 thousand (period ended 31 March 2025: AED 242,880 thousand) and revenue from customers outside UAE (foreign customers) is AED 16,735 thousand (period ended 31 March 2025: AED 21,311 thousand).

*b) Major customers*

During the period ended 31 March 2026 and 31 March 2025, there were no customers of the Company with revenues greater than 10% of the total revenue of the company.

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**19. Changes in comparatives**

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

**For the period ended 31 March 2025**

	Previously presented numbers AED'000	IFRS 18 and other adjustments AED'000	Adjusted comparatives AED'000	Reference
Revenue	178,154	(178,154)	-	
Revenue before excise tax*	-	183,038	183,038	(a), (b)
Excise tax*	-	81,153	81,153	(a), (b)
	-----	-----	-----	
Total revenue*	178,154	86,037	264,191	(a), (b)
Cost of sales	(108,425)	(81,725)	(190,150)	(a), (b)
	-----	-----	-----	
<b>Gross profit</b>	<b>69,729</b>	<b>4,312</b>	<b>74,041</b>	
Other operating income	2,613	471	3,084	(c)
Selling and distribution expenses	(29,825)	(1,576)	(31,401)	(b)
General and administrative expenses	(16,222)	(104)	(16,326)	(b)
	-----	-----	-----	
<b>Operating profit*</b> <b>(presented as operating income in the condensed interim financial statements for the period ended 31 March 2025)</b>	<b>26,295</b>	<b>3,103</b>	<b>29,398</b>	
Finance income, net	2,958	(2,958)	-	(d)
Rental income	-	807	807	(e)
Interest income	-	4,222	4,222	(d)
Other income	3,910	(3,910)	-	(b), (c), (e)
	-----	-----	-----	
<b>Profit before financing and income taxes*</b> <b>(presented as profit for the period before tax in the condensed interim financial statements for the period ended 31 March 2025)</b>	<b>33,163</b>	<b>1,264</b>	<b>34,427</b>	
Lease interest cost	-	(1,264)	(1,264)	(d)
	-----	-----	-----	
<b>Profit before tax</b>	<b>33,163</b>	<b>-</b>	<b>33,163</b>	
Income tax expense	(2,993)	-	(2,993)	
	-----	-----	-----	
<b>Profit for the period</b>	<b>30,170</b>	<b>-</b>	<b>30,170</b>	
	=====	=====	=====	
Basic and diluted earnings per share in AED	0.34	-	0.34	
	=====	=====	=====	

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

**Notes to the condensed interim financial statements  
for the three months ended 31 March 2026 (continued)**

**19. Changes in comparatives (continued)**

- (a) Revenue and cost of sales are now stated inclusive of excise tax amounting to AED 81,153 thousand (refer note 11).
  - (b) Net income from warehousing activities, previously presented on a net basis of AED 2,632 within “Other income,” have now been presented on gross basis in their respective line items. Based on the reclassification made, revenue of AED 4,884 thousand, cost of sales of AED 572 thousand, selling and distribution expenses of AED 1,576 thousand and General and administrative expenses of AED 104 thousand are now presented separately in their respective line items.
  - (c) Adjustments on account of IFRS 18: an amount of AED 471 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 4,222 thousand and lease interest cost of AED 1,264 thousand are now presented separately in their respective line items.
  - (e) Adjustments on account of IFRS 18: rental income amounting to AED 807 thousand, previously included within “Other income,” is now presented separately as “Rental income.”
- 19.2 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.

**20. 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.

**21. Approval of condensed interim financial statements**

The condensed interim financial statements were approved by the Board of Directors and authorized for issuance on 12 May 2026.