



National Central Cooling Company PJSC

**REVIEW REPORT AND INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE THREE MONTH PERIOD ENDED
31 MARCH 2026**



NATIONAL CENTRAL COOLING COMPANY PJSC
Interim condensed consolidated financial statements
For the three month period ended 31 March 2026

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

TO THE BOARD OF DIRECTORS OF NATIONAL CENTRAL COOLING COMPANY PJSC

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of National Central Cooling Company PJSC (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 31 March 2026, comprising of the interim consolidated statement of financial position as at 31 March 2026, and the related interim consolidated statements of profit or loss, comprehensive income, changes in equity and cashflows for the three month period then ended and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard (IAS) 34 “*Interim Financial Reporting*”. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410, “*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing 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, “*Interim Financial Reporting*”.

For Ernst & Young

Ahmad Al Dali
Registration No. 5548

14 May 2026
Abu Dhabi, United Arab Emirates

NATIONAL CENTRAL COOLING COMPANY PJSC

**Interim consolidated statement of profit or loss (unaudited)
For the three month period ended 31 March 2026**

| | Notes | Three months ended 31 March | |
|--|-------|--------------------------------|-----------------|
| | | 2026 AED'000 | 2025 AED'000 |
| Revenue | 5 | 485,706 | 465,557 |
| Direct costs | | (243,919) | (230,902) |
| Gross profit | | 241,787 | 234,655 |
| Administrative and other expenses | | (80,879) | (74,616) |
| Operating profit | | 160,908 | 160,039 |
| Finance costs | 15 | (76,198) | (47,329) |
| Finance income | | 5,043 | 10,589 |
| Other income, net | | 629 | 507 |
| Share of results of associates and joint ventures, net | | 2,563 | 8,812 |
| Profit before tax | | 92,945 | 132,618 |
| Income tax expense | 16 | (8,388) | (11,108) |
| Profit for the period | | 84,557 | 121,510 |
| Attributable to: | | | |
| Equity holders of the Company | | 78,172 | 115,432 |
| Non-controlling interest | | 6,385 | 6,078 |
| | | 84,557 | 121,510 |
| Basic and diluted earnings per share attributable to ordinary equity holders of the Company (AED) | 7 | 0.028 | 0.041 |

The attached notes 1 to 24 form part of the interim condensed consolidated financial statements.

NATIONAL CENTRAL COOLING COMPANY PJSC

**Interim consolidated statement of comprehensive income (unaudited)
For the three month period ended 31 March 2026**

| | Three months ended 31 March | |
|---|--|-------------------------|
| | 2026 AED'000 | 2025 AED'000 |
| Profit for the period | 84,557 | 121,510 |
| <i>Other comprehensive (loss) income that may be reclassified to profit or loss in subsequent periods, net of tax</i> | | |
| Exchange difference on translation of foreign operations | 5,672 | (1,644) |
| Net movement in fair value of derivatives in cash flow hedges | 8,480 | (23,384) |
| Share of changes in fair value of derivatives of an associate and a joint venture in cash flow hedges | 12,325 | (3,223) |
| <i>Other comprehensive loss that may be reclassified to profit or loss in subsequent periods, net of tax</i> | 26,477 | (28,251) |
| Total comprehensive income, net of tax | 111,034 | 93,259 |
| Attributable to: | | |
| Equity holders of the Company | 104,649 | 87,181 |
| Non-controlling interest | 6,385 | 6,078 |
| | 111,034 | 93,259 |

The attached notes 1 to 24 form part of the interim condensed consolidated financial statements.

NATIONAL CENTRAL COOLING COMPANY PJSC

Interim consolidated statement of financial position As at 31 March 2026

| | | 31 March 2026 (Unaudited) AED'000 | 31 December 2025 (Audited) AED'000 |
|---|----|--|---|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | 8 | 4,449,830 | 4,472,483 |
| Capital work in progress | | 252,309 | 244,896 |
| Right-of-use assets | | 250,000 | 254,393 |
| Intangible assets | | 3,868,911 | 3,878,804 |
| Investments in associates and joint ventures | | 1,731,932 | 1,723,813 |
| Finance lease receivables | 9 | 2,292,706 | 2,331,598 |
| Long term deposits | 10 | 6,850 | 10,663 |
| | | <u>12,852,538</u> | <u>12,916,650</u> |
| Current assets | | | |
| Inventories | | 93,869 | 84,950 |
| Trade and other receivables | | 490,192 | 584,949 |
| Finance lease receivables | 9 | 342,762 | 339,649 |
| Cash and bank balances | 11 | 756,480 | 654,990 |
| | | <u>1,683,303</u> | <u>1,664,538</u> |
| Total assets | | <u>14,535,841</u> | <u>14,581,188</u> |
| EQUITY AND LIABILITIES | | | |
| Equity | | | |
| Share capital | | 2,845,271 | 2,845,271 |
| Treasury shares | | (6,448) | (6,352) |
| Statutory reserve | | 675,318 | 675,318 |
| Retained earnings | | 2,505,671 | 2,609,553 |
| Foreign currency translation reserve | | (307) | (5,979) |
| Cash flow hedge reserve | | (18,061) | (38,866) |
| Equity attributable to the equity holders of the Company | | <u>6,001,444</u> | <u>6,078,945</u> |
| Non-controlling interests | | 579,688 | 593,303 |
| Total equity | | <u>6,581,132</u> | <u>6,672,248</u> |
| Liabilities | | | |
| Non-current liabilities | | | |
| Trade and other payables | | 349,733 | 354,081 |
| Interest bearing loans and borrowings | 12 | 123,014 | 128,098 |
| Islamic financing arrangement | 13 | 1,563,036 | 1,607,436 |
| Non-convertible bonds and sukuk | 14 | 4,391,354 | 4,389,682 |
| Deferred tax liabilities | 16 | 348,674 | 351,180 |
| Lease liabilities | | 114,388 | 126,438 |
| Employees' end of service benefits | | 52,248 | 53,598 |
| | | <u>6,942,447</u> | <u>7,010,513</u> |
| Current liabilities | | | |
| Trade and other payables | | 505,989 | 591,887 |
| Dividend payable | 19 | 184,943 | - |
| Income tax payable | 16 | 68,036 | 57,570 |
| Interest bearing loans and borrowings | 12 | 18,634 | 17,178 |
| Islamic financing arrangement | 13 | 180,061 | 180,061 |
| Lease liabilities | | 54,599 | 51,731 |
| | | <u>1,012,262</u> | <u>898,427</u> |
| Total liabilities | | <u>7,954,709</u> | <u>7,908,940</u> |
| Total equity and liabilities | | <u>14,535,841</u> | <u>14,581,188</u> |



Dr. Bakheet Al Katheeri
Chairman



Dr. Yousif Al Hammadi
Interim Chief Executive Officer



Adel Al Wahedi
Chief Financial Officer

The attached notes 1 to 24 form part of the interim condensed consolidated financial statements.

NATIONAL CENTRAL COOLING COMPANY PJSC

Interim consolidated statement of changes in equity For the three month period ended 31 March 2026

| | Attributable to equity holders of the Company | | | | | | | Total equity AED'000 | |
|---|---|----------------------------|------------------------------|------------------------------|---|------------------------------------|------------------|-------------------------|--|
| | Share capital AED'000 | Treasury shares AED'000 | Statutory reserve AED'000 | Retained earnings AED'000 | Foreign currency translation reserve AED'000 | Cash flow hedge reserve AED'000 | Total AED'000 | | Non – controlling interests AED'000 |
| As at 1 January 2025 (audited) | 2,845,271 | (3,314) | 625,728 | 2,831,012 | (365) | 45,225 | 6,343,557 | 618,313 | 6,961,870 |
| Profit for the period | - | - | - | 115,432 | - | - | 115,432 | 6,078 | 121,510 |
| Other comprehensive income for the period | - | - | - | - | (1,644) | (26,607) | (28,251) | - | (28,251) |
| Total comprehensive income for the period | - | - | - | 115,432 | (1,644) | (26,607) | 87,181 | 6,078 | 93,259 |
| Repayment of shareholder contribution to non-controlling interest | - | - | - | - | - | - | - | (24,000) | (24,000) |
| Dividends (note 19) | - | - | - | (440,581) | - | - | (440,581) | - | (440,581) |
| As at 31 March 2025 (unaudited) | 2,845,271 | (3,314) | 625,728 | 2,505,863 | (2,009) | 18,618 | 5,990,157 | 600,391 | 6,590,548 |
| As at 1 January 2026 (audited) | 2,845,271 | (6,352) | 675,318 | 2,609,553 | (5,979) | (38,866) | 6,078,945 | 593,303 | 6,672,248 |
| Profit for the period | - | - | - | 78,172 | - | - | 78,172 | 6,385 | 84,557 |
| Other comprehensive income for the period | - | - | - | - | 5,672 | 20,805 | 26,477 | - | 26,477 |
| Total comprehensive income for the period | - | - | - | 78,172 | 5,672 | 20,805 | 104,649 | 6,385 | 111,034 |
| Repayment of shareholder contribution to non-controlling interest | - | - | - | - | - | - | - | (20,000) | (20,000) |
| Dividends (note 19) | - | - | - | (184,943) | - | - | (184,943) | - | (184,943) |
| Buy back of shares | - | (96) | - | 2,889 | - | - | 2,793 | - | 2,793 |
| As at 31 March 2026 (unaudited) | 2,845,271 | (6,448) | 675,318 | 2,505,671 | (307) | (18,061) | 6,001,444 | 579,688 | 6,581,132 |

The attached notes 1 to 24 form part of the interim condensed consolidated financial statements.

NATIONAL CENTRAL COOLING COMPANY PJSC
Interim consolidated statement of cash flows (unaudited)
For the three month period ended 31 March 2026

| | Notes | Three months ended 31 March | |
|---|-------|--------------------------------|------------------|
| | | 2026 AED'000 | 2025 AED'000 |
| Operating activities | | | |
| Profit before tax | | 92,945 | 132,618 |
| Non-cash adjustments: | | | |
| Depreciation of property, plant and equipment | 8 | 53,813 | 57,326 |
| Depreciation of right-of-use assets | | 8,185 | 8,027 |
| Amortization of intangible assets | | 27,189 | 27,033 |
| Finance lease income | 9 | (55,107) | (58,730) |
| Share of results of associates and joint ventures | | (2,563) | (8,812) |
| Provision for employees' end of service benefits | | 1,447 | 1,518 |
| Provision for impairment of trade receivables | | 257 | - |
| Finance income | | (5,043) | (10,589) |
| Finance costs | 15 | 76,198 | 47,329 |
| Other income and charges | | (629) | (507) |
| Operating cash flows before changes in working capital | | 196,692 | 195,213 |
| Working capital changes: | | | |
| Inventories | | (8,919) | (3,357) |
| Trade and other receivables | | 106,067 | 33,691 |
| Trade and other payables | | (28,889) | (105,917) |
| Cash generated from operations | | 264,951 | 119,630 |
| Lease rentals received | 9 | 89,920 | 88,325 |
| Employees' end of service benefits paid | | (2,797) | (642) |
| Net cash flows generated from operating activities | | 352,074 | 207,313 |
| Investing activities | | | |
| Purchase of property, plant and equipment | 8 | (6,129) | (2,213) |
| Payments for capital work in progress | | (47,102) | (22,979) |
| Payments for intangible assets | | (17,296) | - |
| Payment for acquisition of additional share in subsidiary | | (15,103) | - |
| Dividend received from joint venture | | 4,500 | - |
| Long term deposits matured | | 3,813 | - |
| Finance income received | | 5,388 | 11,295 |
| Net cash flows used in investing activities | | (71,929) | (13,897) |
| Financing activities | | | |
| Interest bearing loans and borrowings repaid | 12 | (4,413) | (1,903,980) |
| Interest bearing loans and borrowings drawn | 12 | 699 | 1,582 |
| Proceeds from issuance of sukuk | 14 | - | 2,570,750 |
| Sukuk repurchased | 14 | - | (11,018) |
| Islamic financing arrangement repaid | 13 | (45,015) | (641,306) |
| Principal portion of lease payments | | (13,040) | (9,584) |
| Finance costs paid | | (96,886) | (30,316) |
| Repayment of shareholder contribution to non-controlling interest | | (20,000) | (24,000) |
| Dividends paid to non-controlling interests | | - | - |
| Net cash flows used in financing activities | | (178,655) | (47,872) |
| Net increase in cash and cash equivalents | | 101,490 | 145,544 |
| Cash and cash equivalents at 1 January | | 654,990 | 1,022,776 |
| Cash and cash equivalents at 31 March | 11 | 756,480 | 1,168,320 |

The attached notes 1 to 24 form part of the interim condensed consolidated financial statements.

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

1 GENERAL INFORMATION

National Central Cooling Company PJSC (“Tabreed” or the “Company”) is registered in the United Arab Emirates as a Public Joint Stock Company pursuant to the UAE Federal Law No. (32) of 2021, as amended and is listed on the Dubai Financial Market. The Company’s registered office is located at P.O. Box 32444, Dubai, United Arab Emirates.

These interim condensed consolidated financial statements include the results of operations and financial position of the Company and its subsidiaries (together referred to as the “Group”).

The principal activities of the Group are supply of chilled water, operation and maintenance of plants, construction of secondary networks, manufacturing of pre-insulated pipes and design and supervision consultancy.

The Group’s non-convertible bonds and sukuk are listed on the London Stock Exchange (note 14).

2 BASIS OF PREPARATION

2.1 Statement of compliance

The interim condensed consolidated financial statements of the Group are prepared in accordance with International Accounting Standard (IAS) 34 “*Interim Financial Reporting*”.

The interim condensed consolidated financial statements are prepared under the historical cost basis, except for derivative financial instruments which are measured at fair value.

The interim condensed consolidated financial statements have been presented in United Arab Emirates Dirham (AED), which is the reporting currency of the Group and the functional currency of the Company. All values are rounded to the nearest thousand (AED '000) except otherwise indicated.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2025. In addition, results for the three month period ended 31 March 2026 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2026.

2.2 Basis for consolidation

The interim condensed consolidated financial statements of the Group comprise the financial information of the Company and its subsidiaries.

Control is achieved when the Group:

- has power over the investee;
- is exposed, or has rights, to variable returns from its involvement with the investee; and
- has the ability to use its power to affect its returns.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control listed above.

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

2 BASIS OF PREPARATION (continued)

2.2 Basis for consolidation (continued)

When the Group has less than a majority of the voting rights of an investee, it has power over the investee when the voting rights are sufficient to give it the practical ability to direct the relevant activities of the investee unilaterally.

The Group considers all relevant facts and circumstances in assessing whether or not the Group's voting rights in an investee are sufficient to give it power, including:

- the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- potential voting rights held by the Group, other vote holders or other parties;
- rights arising from other contractual arrangements; and
- any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Specifically, income and expenses of a subsidiary acquired or disposed of during the period are included in the interim condensed consolidated statement of profit or loss from the date the Group gains control until the date when the Group ceases to control the subsidiary.

Profit or loss and each component of other comprehensive income are attributed to the owners of the Company and to the non-controlling interests. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies in line with the Group's accounting policies.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable IFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under IFRS 9, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

2 BASIS OF PREPARATION (continued)

2.2 Basis for consolidation (continued)

Details of the Company's subsidiaries as at 31 March 2026 and 31 December 2025 were as follows:

| Chilled water segment | Country of incorporation | Percentage of holding | | Principal activities |
|--|--------------------------|-----------------------|------|-----------------------|
| | | 2026 | 2025 | |
| National Central Cooling Company Ras Al Khaimah LLC | UAE | 100 | 100 | Sale of chilled water |
| Summit District Cooling LLC | UAE | 100 | 100 | Sale of chilled water |
| Bahrain District Cooling Company BSC (C) | Bahrain | 99.8 | 99.8 | Sale of chilled water |
| Tabreed Oman SAOC | Oman | 60.5 | 60.5 | Sale of chilled water |
| Prime District Cooling LLC | UAE | 75 | 75 | Sale of chilled water |
| S&T Cool District Cooling Company - Sole Proprietorship LLC | UAE | 100 | 100 | Sale of chilled water |
| Tabreed Amaravati District Cooling Private Limited ** | India | 100 | 75 | Sale of chilled water |
| Tabreed Capital Med for Infrastructure and Central Cooling Services LLD | Egypt | 100 | 100 | Sale of chilled water |
| Kattameya D5 Infrastructure and Central Cooling Services LLD | Egypt | 60 | 60 | Sale of chilled water |
| Tabreed Al Mouj SPC | Oman | 61 | 61 | Sale of chilled water |
| Downtown DCP LLC | UAE | 80 | 80 | Sale of chilled water |
| Tabreed Sustainable City Limited | UAE | 100 | 100 | Sale of chilled water |
| Saadiyat District Cooling LLC | UAE | 100 | 100 | Sale of chilled water |
| Saadiyat Cooling LLC | UAE | 100 | 100 | Sale of chilled water |
| Al Wajeez Development Company PJSC | UAE | 100 | 100 | Sale of chilled water |
| PJA District Cooling OPCO LLC SOC | UAE | 51 | 51 | Sale of chilled water |

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

2 BASIS OF PREPARATION (continued)

2.2 Basis for consolidation (continued)

| Value chain business segment: | Country of incorporation | Percentage of holding | | Principal activities |
|---|--------------------------|-----------------------|------|--|
| | | 2026 | 2025 | |
| Gulf Energy System Company LLC | UAE | 100 | 100 | Construction of secondary networks |
| Tabreed Operation & Maintenance Zones Cooling Stations Company LLC | UAE | 100 | 100 | Operation and maintenance of plants |
| Emirates Preinsulated Pipes Industries LLC | UAE | 65.2 | 65.2 | Manufacturing of pre-insulated pipes |
| Cooltech Energy Water Treatment LLC | UAE | 100 | 100 | Water treatment services and sale chilled water related products |
| Sahara Cooling and Air-Conditioning LLC | UAE | 51 | 51 | Supervision services |
| Tasleem Metering and Payment – Collection Sole Proprietorship LLC | UAE | 100 | 100 | Billing and collection of chilled water charges |
| Cooltech Water Treatment LLC | UAE | 100 | 100 | Water treatment services and sale chilled water related |
| Tabreed Energy Service L.L.C. | UAE | 100 | 100 | Building energy efficiency service |
| Others – Unallocated: | Country of incorporation | Percentage of holding | | Principal activities |
| | | 2026 | 2025 | |
| Tabreed Holdings WLL | Bahrain | 100 | 100 | Holding company |
| District Utilities Energy Investments L.L.C | UAE | 100 | 100 | Holding company |
| Tabreed Energy Investments owned by National Central Cooling PSC – One Person Company LLC | UAE | 100 | 100 | Holding company |

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

2 BASIS OF PREPARATION (continued)

2.2 Basis for consolidation (continued)

| Others – Unallocated: | Country of incorporation | Percentage of holding | | Principal activities |
|---|--------------------------|-----------------------|------|----------------------|
| | | 2026 | 2025 | |
| Tabreed Utilities & Metering Energy Investment LLC | UAE | 100 | 100 | Holding company |
| Central Utilities & Metering Energy Investment LLC | UAE | 100 | 100 | Holding company |
| PJA DCP Holding Limited | UAE | 51 | 51 | Holding company |
| Tabreed India Private Limited** | India | 100 | 75 | Holding company |
| Tabreed Infopark Cooling Private Limited ** | India | 100 | 75 | Holding company |
| Tabreed Asia Central Cooling Company PTE Ltd ** | Singapore | 100 | 75 | Holding company |
| Tabreed Company for Infrastructure and Central Cooling Services LLC (Tabreed Mistr) | Egypt | 100 | 100 | Holding company |

** During the period, the Company obtained 100% ownership of the entity through the acquisition of the remaining shares from the other shareholder following the exercise of the put option in December 2025. As per the terms of the put option, the transfer of control and ownership became effective upon settlement of the consideration in February 2026.

2.3 Geopolitical Conflict and Impact on Operations

As of the end of period ended 31 March 2026, the Group continues to operate within stable conditions. The current geopolitical environment gives rise to some uncertainties in the regions where the group operates.

However, the management has been continually evaluating the potential implications based on information available and does not anticipate any material impact on the Group's financial position or performance. Given the evolving nature of the situation, the Group continues to closely monitor developments during the upcoming period. In particular, the district cooling industry may be indirectly impacted by existing challenges.

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

3 MATERIAL ACCOUNTING POLICY INFORMATION

3.1 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2025, except for the adoption of new standards 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.

The following amendments apply for the first time in 2026 but does not have an impact on the interim condensed consolidated financial statements of the Group.

- Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7
- Annual Improvements to IFRS accounting Standards - Volume 11
- Contracts Referencing Nature -dependent Electricity – Amendments to IFRS 9 and IFRS 7

The amendments had no impact on Group's interim consolidated condensed financial statements.

International Tax Reform—Pillar Two Model Rules – Amendments to IAS 12

The amendments to IAS 12 have been introduced in response to the OECD's BEPS Pillar Two rules and include:

- A mandatory temporary exception to the recognition and disclosure of deferred taxes arising from the jurisdictional implementation of the Pillar Two model rules; and
- Disclosure requirements for affected entities to help users of the financial statements better understand an entity's exposure to Pillar Two income taxes arising from that legislation, particularly before its effective date.

The mandatory temporary exception – the use of which is required to be disclosed – applied starting the year ended 31 December 2025. The remaining disclosure requirements apply for annual reporting periods beginning on or after 1 January 2023, but not for any interim periods ending on or before 31 December 2025.

As the Group's consolidated revenues are not more than the EUR 750 million threshold for any 2 out of the preceding 4 years, the Group is not within the scope of the Pillar Two model rules. The Group has performed an assessment of its potential exposure to Pillar Two income taxes based on financial information for the constituent entities in the Group. The Group continues to follow Pillar Two legislative developments, as further countries enact the Pillar Two model rules, to evaluate the potential future impact on its consolidated results of operations, financial position and cash flows beginning

There is uncertainty regarding whether the Pillar Two model rules create additional temporary differences, whether deferred taxes should be remeasured for the Pillar Two model rules, and which tax rate should be used to measure deferred taxes. In response to this uncertainty, the IASB and AASB issued amendments to IAS 12 'Income Taxes' on 23 May 2023 and 27 June 2023, respectively. These amendments introduce a mandatory temporary exception to the requirements of IAS 12, under which a company does not recognize or disclose information about deferred tax assets and liabilities related to the OECD/G20 BEPS Pillar Two model rules. The Group has not applied this temporary exception as of 31 March 2026 as Pillar 2 rules are not applicable for the relevant financial year.

NATIONAL CENTRAL COOLING COMPANY PJSC

Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

4 CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The preparation of interim condensed consolidated financial statement requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended 31 December 2025.

5 REVENUE

| | Three month period ended 31 March (unaudited) | |
|---------------------------------------|--|-----------------------|
| | 2026 | 2025 |
| | AED'000 | AED'000 |
| Revenue from supply of chilled water | 464,374 | 445,340 |
| Revenue from value chain | <u>21,332</u> | <u>20,217</u> |
| | <u>485,706</u> | <u>465,557</u> |
| <i>Timing of revenue recognition:</i> | | |
| At a point in time | 12,970 | 10,104 |
| Over time | <u>472,736</u> | <u>455,453</u> |
| | <u>485,706</u> | <u>465,557</u> |
| <i>Geographical location:</i> | | |
| Within the UAE | 459,766 | 440,685 |
| Outside the UAE | <u>25,940</u> | <u>24,872</u> |
| | <u>485,706</u> | <u>465,557</u> |

6 SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on the products and services. The two reportable operating segments are as follows:

- The **Chilled Water** segment constructs, owns, assembles, installs, operates and maintains cooling and conditioning systems. In addition, the segment distributes and sells chilled water for use in district cooling systems.
- The **Value Chain Business** segment is engaged in various ancillary activities relating to the Group's chilled water business. These services consist of manufacturing of pre-insulated systems of pipes and fittings for applications involving the transport and distribution of hot and cold fluids, design and supervision of mechanical and electrical systems and its installations in buildings and specialized facilities.

Segment performance is evaluated based on operating profit or loss and is measured consistently with the Group's operating profit or loss in the interim condensed consolidated financial statements.

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

6 SEGMENT INFORMATION (continued)

| | Three month period ended 31 March 2026 (unaudited) | | | Three month period ended 31 March 2025 (unaudited) | | | | |
|--|--|------------------------------------|-------------------------|--|--------------------------|------------------------------------|-------------------------|------------------|
| | Chilled water AED'000 | Value chain business AED'000 | Eliminations AED'000 | Total AED'000 | Chilled water AED'000 | Value chain business AED'000 | Eliminations AED'000 | Total AED'000 |
| Revenue | | | | | | | | |
| External revenue | 464,374 | 21,332 | - | 485,706 | 445,340 | 20,217 | - | 465,557 |
| Inter-segment revenue | - | 9,980 | (9,980) | - | - | 9,911 | (9,911) | - |
| Total revenue | 464,374 | 31,312 | (9,980) | 485,706 | 445,340 | 30,128 | (9,911) | 465,557 |
| Direct costs | (228,937) | (17,943) | 2,961 | (243,919) | (218,263) | (15,659) | 3,020 | (230,902) |
| Gross profit | 235,437 | 13,369 | (7,019) | 241,787 | 227,077 | 14,469 | (6,891) | 234,655 |
| Administrative and other expenses | (78,918) | (6,712) | 4,751 | (80,879) | (70,097) | (9,173) | 4,654 | (74,616) |
| Operating profit | 156,519 | 6,657 | (2,268) | 160,908 | 156,980 | 5,296 | (2,237) | 160,039 |
| Finance costs | (75,296) | (378) | (524) | (76,198) | (46,937) | (392) | - | (47,329) |
| Finance income | 5,027 | 16 | - | 5,043 | 10,572 | 17 | - | 10,589 |
| Other income, net | 629 | - | - | 629 | 507 | - | - | 507 |
| Share of results of associates and joint ventures, net | 2,563 | - | - | 2,563 | 8,812 | - | - | 8,812 |
| Profit before tax for the period | 89,442 | 6,295 | (2,792) | 92,945 | 129,934 | 4,921 | (2,237) | 132,618 |

Inter-segment revenues and expenses are eliminated on consolidation.

| | 31 March 2026 (unaudited) | | | 31 December 2025 (Audited) | | |
|-------------------------------|---------------------------|------------------------------------|-------------------|----------------------------|------------------------------------|-------------------|
| | Chilled water AED'000 | Value chain business AED'000 | Total AED'000 | Chilled water AED'000 | Value chain business AED'000 | Total AED'000 |
| Other segment assets | 12,676,212 | 127,697 | 12,803,909 | 12,757,639 | 99,736 | 12,857,375 |
| Investments in associates | 494,309 | - | 494,309 | 488,868 | - | 488,868 |
| Investments in joint ventures | 1,237,623 | - | 1,237,623 | 1,234,945 | - | 1,234,945 |
| Total assets | 14,408,144 | 127,697 | 14,535,841 | 14,481,452 | 99,736 | 14,581,188 |
| Segment liabilities | 7,834,232 | 120,477 | 7,954,709 | 7,798,051 | 110,889 | 7,908,940 |
| Total liabilities | 7,834,232 | 120,477 | 7,954,709 | 7,798,051 | 110,889 | 7,908,940 |

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

7 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period attributed to the equity holders of the Company by the weighted average number of shares in issue throughout the period as follows:

| | Three month period ended | |
|--|---------------------------------|------------------|
| | 31 March (unaudited) | |
| | 2026 | 2025 |
| Profit attributable to the equity holders of the Company (AED'000) | <u>78,172</u> | <u>115,432</u> |
| Weighted average number of shares (excluding treasury shares) outstanding during the period ('000) | <u>2,838,823</u> | <u>2,841,956</u> |
| Basic earnings per share (AED) | <u>0.028</u> | <u>0.041</u> |

The Company does not have any instruments which would have a dilutive impact on earnings per share. Therefore, basic and diluted earnings per share are same for the period ended 31 March 2026 and 2025.

8 PROPERTY, PLANT AND EQUIPMENT

| | 31 March | 31 December |
|--|-------------------------|--------------------|
| | 2026 | 2025 |
| | AED'000 | AED'000 |
| | (Unaudited) | (Audited) |
| At beginning of the period / year | 4,472,483 | 4,449,578 |
| Additions | 6,129 | 45,753 |
| Transfer from capital work in progress | 29,002 | 229,692 |
| Depreciation expense | (53,813) | (209,061) |
| Exchange differences | (2,966) | (4,805) |
| Write offs | (1,005) | (38,674) |
| At end of the period / year | <u>4,449,830</u> | <u>4,472,483</u> |

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**Notes to the interim condensed consolidated financial statements
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9 FINANCE LEASE RECEIVABLES

Movement in finance lease receivables during the period / year is as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|--|--|---|
| At the beginning of the period / year | 2,671,247 | 2,783,172 |
| Finance lease income | 50,068 | 204,428 |
| Variable lease income (CPI indexation) | 5,039 | 26,606 |
| Total finance lease income | 55,107 | 231,034 |
| Additions | - | 14,216 |
| Exchange differences | (966) | - |
| Lease rentals received | (89,920) | (357,175) |
| At the end of the period / year | 2,635,468 | 2,671,247 |

Finance lease receivables are allocated in the interim consolidated statement of financial position as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-------------|--|---|
| Current | 342,762 | 339,649 |
| Non-current | 2,292,706 | 2,331,598 |
| | 2,635,468 | 2,671,247 |

10 LONG TERM DEPOSITS

During the period, various deposits amounting to AED 6.8 million (31 December 2025: AED 10.6 million) were placed by a subsidiary of the Group, for a tenure of 3 years, with commercial banks, at rates ranging from 4% to 5.25% per annum (2025: 4 % to 5.25% per annum).

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

11 CASH AND BANK BALANCES

Cash and bank balances at the end of the reporting period as shown in the interim consolidated statement of cash flows can be reconciled to the related items in the interim consolidated statement of financial position as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|---------------------------|--|---|
| Bank balances and cash | 214,659 | 170,038 |
| Short term deposits | <u>541,821</u> | <u>484,952</u> |
| Cash and cash equivalents | <u>756,480</u> | <u>654,990</u> |

Geographical concentration of bank balances and cash is as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-----------------|--|---|
| Within the UAE | 723,624 | 625,872 |
| Outside the UAE | <u>32,856</u> | <u>29,118</u> |
| | <u>756,480</u> | <u>654,990</u> |

12 INTEREST BEARING LOANS AND BORROWINGS

| | Effective interest rate % | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-------------|----------------------------------|--|---|
| Term loan 1 | 1 yr BM RO FD +margin | 35,185 | 36,382 |
| Term loan 2 | 1 yr BM RO FD +margin | 6,939 | 6,915 |
| Term loan 3 | 1 yr BM RO FD +margin | 37,703 | 38,998 |
| Term loan 4 | 1 yr BM RO FD +margin | 8,568 | 8,835 |
| Term loan 5 | EIBOR + margin | 43,611 | 44,697 |
| Term loan 6 | 1 yr BM RO FD +margin | <u>9,642</u> | <u>9,449</u> |
| | | <u>141,648</u> | <u>145,276</u> |

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31 March 2026 (unaudited)

12 INTEREST BEARING LOANS AND BORROWINGS (continued)

Interest bearing loans and borrowings are disclosed in the interim consolidated statement of financial position as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-------------|--|---|
| Current | 18,634 | 17,178 |
| Non-current | 123,014 | 128,098 |
| | <u>141,648</u> | <u>145,276</u> |

Movement in the interest-bearing loans and borrowing during the period / year is as follows:

| | 31 March 2026 AED '000 (Unaudited) | 31 December 2025 AED '000 (Audited) |
|---|---|--|
| At the beginning of the period / year | 145,276 | 2,044,610 |
| Drawdown during the period / year | 699 | 911,600 |
| Repayments (including interest) during the period / year | (4,413) | (2,815,875) |
| Transaction cost – amortised / written off / reclassified | 86 | 4,941 |
| At the end of the period / year | <u>141,648</u> | <u>145,276</u> |

The interest-bearing loans and borrowing include an amount of AED 1.74 million (31 December 2025: AED 2.6 million) of unamortised transaction cost.

13 ISLAMIC FINANCING ARRANGEMENT

| | | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-------------------------------|---------------------|--|---|
| Islamic financing arrangement | EIBOR/SOFR + margin | 1,743,097 | 1,787,497 |
| | | <u>1,743,097</u> | <u>1,787,497</u> |

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**Notes to the interim condensed consolidated financial statements
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13 ISLAMIC FINANCING ARRANGEMENT (continued)

Islamic financing arrangement are disclosed in the interim consolidated statement of financial position as follows:

| | 31 March 2026 AED '000 (Unaudited) | 31 December 2025 AED '000 (Audited) |
|-------------|---|--|
| Current | 180,061 | 180,061 |
| Non-current | 1,563,036 | 1,607,436 |
| | <u>1,743,097</u> | <u>1,787,497</u> |

Movement in the Islamic financing arrangement during the period / year is as follows:

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|--|--|---|
| At the beginning of the period / year | 1,787,497 | 640,666 |
| Additions during the period /year | - | 1,787,497 |
| Repayments during the period / year | (45,015) | (641,306) |
| Transaction cost – amortised / written off | 615 | 640 |
| At the end of the period / year | <u>1,743,097</u> | <u>1,787,497</u> |

The Islamic financing arrangement include an amount of AED 12.5 million (31 December 2025: AED 13.1 million) of unamortised transaction cost.

14 NON-CONVERTIBLE BONDS AND SUKUK

| | 31 March 2026 AED '000 (Unaudited) | 31 December 2025 AED '000 (Audited) |
|---------------------------|---|--|
| Non-convertible bonds (i) | 1,829,452 | 1,828,363 |
| Green sukuk (ii) | 2,561,902 | 2,561,319 |
| | <u>4,391,354</u> | <u>4,389,682</u> |

(i) Non-convertible bonds

During the year 2020, the Group issued 7-year investment grade bonds of US\$ 500 million which are listed on the International Securities Market of London Stock Exchange. The bonds carry a coupon rate of 2.5% payable semi-annually. The bonds are repayable on 31 October 2027. The proceeds of the bonds were utilised to repay the previous term loan and to fund the future growth.

The bonds are stated net of discount and transaction costs incurred in connection with the bonds issuance, amounting to AED 7 million (2025: AED 8.1million), which are amortised over the repayment period of the bonds using effective interest rate method.

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**Notes to the interim condensed consolidated financial statements
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14 NON-CONVERTIBLE BONDS AND SUKUK (continued)

(ii) Green sukuk

During February 2025, the Group issued a non-convertible investment grade Islamic bond structured as Ijarah/ Murabaha, with a senior structured green certificate status to finance environmentally sustainable projects (Green Sukuk) of US\$ 700 million equivalent to AED 2,570.75 million which is listed on the International Securities Market of London Stock Exchange. The Sukuk carries a profit rate of 5.279% payable semi-annually, repayable on 5 March 2030.

Sukuk is stated net of transaction costs incurred in connection with the Sukuk arrangements, amounting to AED 8.8 million (2025: AED 9.4 million), which are amortised to the interim consolidated statement of profit or loss over the repayment period of the sukuk using effective interest rate method.

Non-convertible bonds and sukuk are disclosed in the interim consolidated statement of financial position as follows:

| | 31 March 2025 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|-------------|--|---|
| Non-current | <u>4,391,354</u> | <u>4,389,682</u> |
| | 4,391,354 | 4,389,682 |

15 FINANCE COSTS

| | Three month period ended 31 March (unaudited) | |
|---|--|-------------------------|
| | 2026 AED'000 | 2025 AED'000 |
| Profit on sukuk | 33,786 | 23,268 |
| Profit on Islamic financing arrangement | 21,821 | 708 |
| Interest on non-convertible bonds | 11,488 | 11,488 |
| Amortisation of transaction costs | 2,568 | 4,984 |
| Interest on interest bearing loans | 2,591 | 3,524 |
| Interest on lease liabilities | 2,455 | 2,411 |
| Others | 1,489 | 946 |
| | <u>76,198</u> | <u>47,329</u> |

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**Notes to the interim condensed consolidated financial statements
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16 INCOME TAX

The Group calculates the period income tax expense 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:

| | Three month period ended 31 March (unaudited) | |
|---|--|---|
| | 2026 | 2025 |
| | AED'000 | AED'000 |
| Interim consolidated statement of profit or loss: | | |
| <i>Income tax:</i> | | |
| Charge for the period | 10,467 | 13,255 |
| <i>Deferred Tax:</i> | | |
| Deferred income tax benefit relating to temporary differences | <u>(2,079)</u> | <u>(2,147)</u> |
| Total income tax expenses reported | <u>8,388</u> | <u>11,108</u> |
| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
| Deferred tax: | | |
| Reconciliation of deferred tax (liabilities), net: | | |
| As at 1 January | (351,180) | (360,941) |
| Tax income recognised in profit or loss during the period/ year | 2,079 | 8,690 |
| Tax income (expense) recognised in other comprehensive income during the period/ year | 415 | 1,094 |
| Other reclassifications | <u>12</u> | <u>(23)</u> |
| Balance at end of the period / year – (liabilities) | <u>(348,674)</u> | <u>(351,180)</u> |
| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
| Income tax payable: | | |
| During the period, the movement of provision for tax was as follows: | | |
| At 1 January | 57,570 | 63,912 |
| Charge for the period / year | 10,467 | 59,828 |
| Reversal/reclass | (1) | (3,438) |
| Paid during the period/year | <u>-</u> | <u>(62,732)</u> |
| Balance at end of the period/year - (income tax payable) | <u>68,036</u> | <u>57,570</u> |

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

16 INCOME TAX (continued)

On 8 February 2025, The UAE Ministry of Finance has announced the issuance of Cabinet Decision No. 142 of 2024 on the introduction of the Top-up Tax for Multinational Enterprises, providing further details on the UAE Domestic Minimum Top-up Tax (UAE DMTT). The Group is currently not in scope of this legislation as its consolidated revenue does not exceed the €750 million threshold for any 2 out of the 4 preceding years.

17 COMMITMENTS AND CONTINGENCIES

Capital commitments

The authorised contractual commitments as at 31 March 2026, contracted but not provided for amounted to AED 513 million (2025: AED 385.9 million).

Contingencies

| | 31 March 2026 AED'000 (Unaudited) | 31 December 2025 AED'000 (Audited) |
|----------------------------|--|---|
| Performance guarantees | 64,937 | 64,937 |
| Advance payment guarantees | 633 | 633 |
| Financial guarantees | 9,069 | 8,244 |
| Other guarantees | 104,169 | 105,580 |
| | 178,808 | 179,394 |

The Group's share of contingencies of associates and joint ventures as of 31 March 2026 amounted to AED 83.3 million (2025: AED 80.9 million) and AED nil (2025: AED nil) respectively. The Group expects no outflow of economic resources and accordingly no provision has been made in the consolidated financial statements

18 RELATED PARTY TRANSACTIONS AND BALANCES

Related parties represent associated companies, joint ventures, majority shareholder, directors, 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.

Transactions with related parties included in the interim consolidated statement of profit or loss are as follows:

| | Three month period ended | | | |
|---|----------------------------------|---------------------------------|----------------------------------|-------------------------|
| | 31 March 2026 (unaudited) | | 31 March 2025 (unaudited) | |
| | Revenue AED'000 | Direct costs AED'000 | Revenue AED'000 | Direct costs AED'000 |
| Associates & Joint Venture companies | 4,881 | 22,818 | 3,732 | 15,280 |
| | 4,881 | 22,818 | 3,732 | 15,280 |

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

18 RELATED PARTY TRANSACTIONS AND BALANCES (continued)

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

| | 31 March 2026 (unaudited) | |
|--------------------------------------|--|---|
| | Trade and other receivables AED'000 | Trade and other payables AED'000 |
| Associates & joint venture companies | 7,242 | 25,977 |
| | <u>7,242</u> | <u>25,977</u> |
| | 31 December 2025 (Audited) | |
| | Trade and other receivables AED'000 | Trade and other payables AED'000 |
| Associates & joint venture companies | 4,785 | 24,650 |
| | <u>4,785</u> | <u>24,650</u> |

Compensation of key management personnel

The remuneration of key management personnel during the period is as follows:

| | Three month period ended 31 March | |
|------------------------------------|--|---|
| | 2026 AED'000 (Unaudited) | 2025 AED'000 (Unaudited) |
| Short-term benefits | 2,195 | 2,866 |
| Employees' end of service benefits | 38 | 36 |
| | <u>2,233</u> | <u>2,902</u> |
| Number of key management personnel | <u>5</u> | <u>6</u> |

19 DIVIDENDS AND BOARD REMUNERATION

In 2026, the Board of Directors proposed the distribution of cash dividends of 6.5 fils per share in respect of the second half of the year ended 31 December 2025. The shareholders at the Annual General Assembly Meeting held on 25 March 2026 approved the dividend bringing the total annual dividend for the year 2025 to 13.0 fils per share. Accordingly, dividend for the second half of the year 2025 amounting to AED 184.5 million was paid on 15 April 2025. The dividend on treasury shares amounts to AED 0.4 million.

In 2025, the Board of Directors proposed the distribution of cash dividends of 15.5 fils per share in respect of the fiscal year ended 31 December 2024. The shareholders at the Annual General Assembly Meeting held on 25 March 2025 approved the dividend. Accordingly, dividend amounting to AED 441 million was paid on 17 April 2025. The dividend on treasury shares amounts to AED 0.4 million.

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

19 DIVIDENDS AND BOARD REMUNERATION (continued)

During the General Assembly held on 15th September 2025, the shareholders approved the interim dividend of AED 6.5 fils per share amounting to AED 184.9 million. The Dividend was paid on 6th October 2025. The dividend on treasury shares amounts to AED 0.2 million.

Furthermore, the Board of Directors' remuneration of AED 8.6 million for the year ended 31 December 2025 was also approved at the Annual General Assembly Meeting held on 25 March 2026. Board remuneration of AED 8.6 million for the year ended 31 December 2024 was approved at the previous Annual General Assembly Meeting held on 25 March 2025.

20 SEASONALITY OF OPERATIONS

Interim results fluctuate due to the seasonal demands for chilled water, in line with the average temperatures in the region. Tabreed's operations generally produce higher revenues in the summer due to increased customer consumption, while certain expenses such as depreciation, interest and operating expenses remain more evenly distributed throughout the fiscal year. As a result, interim operational profits are not indicative of operational profits on an annual basis.

21 FAIR VALUE MEASUREMENT

Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable and gives information about how the fair value of these financial assets are determined.

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.
- Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.
- Level 3: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

The Group held the following financial instrument measured at fair value:

| | Fair value as at | | Fair value hierarchy | Valuation techniques and key inputs | Significant unobservable input | Relationship of unobservable inputs to fair value |
|--|---|--|----------------------|-------------------------------------|--------------------------------|---|
| | 31 March 2026 AED'000 (unaudited) | 31 December 2025 AED'000 (audited) | | | | |
| <i>Trade and other receivables</i> | | | | | | |
| <i>Derivative financial assets/(liability)</i> | 4,154 | (5,621) | Level 2 | Significant observable inputs | None | Not applicable |

There were no transfers between each of the levels during the period.

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Notes to the interim condensed consolidated financial statements 31 March 2026 (unaudited)

22 SUBSEQUENT EVENTS

As of 27 April 2026, the Group increased its investment in its joint venture, Arctic Holdco SPV Ltd, by AED 27.85 million without change in its ownership percentage. Following this transaction, the Group's total investment in this joint venture amounts to AED 1.22 billion.

23 COMPARATIVE INFORMATION

In order to conform with current period presentation, the comparative figures for revenue, direct costs and share of results of associates and joint ventures, net in the previous period have been reclassified. Such reclassification has no effect on the previously reported profit, or retained earnings of the group.

Interim consolidated statement of profit or loss

| Three-month period ended 31 March (unaudited) | Previously reported figures AED'000 | Reclassification AED'000 | Revised AED'000 |
|---|---|-----------------------------|--------------------|
| Revenue | 465,909 | (352) | 465,557 |
| Direct costs | (230,506) | (396) | (230,902) |
| Share of results of associates and joint ventures, net | 8,064 | 748 | 8,812 |

24 APPROVAL OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The interim condensed consolidated financial statements of the Group were authorized for issuance by the Board of Directors on 14 May 2026.