TAQA ARABIA COMPANY (S.A.E.)
AND ITS SUBSIDIARIES

LIMITED REVIEW REPORT
AND INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS FOR THE THREE MONTHS
PERIOD ENDED 31 MARCH 2024

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Limited review report on the interim condensed consolidated financial statements

To the Board of Directors of TAQA Arabia Company (S.A.E.)

Introduction

We have conducted a limited review for the accompanying interim condensed consolidated statement of financial position of TAQA Arabia Company "S.A.E" (the "Company") and its subsidiaries (together the "Group") as of 31 March 2024 and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three -month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with the Egyptian Accounting Standard 30 "Interim financial reporting", and our responsibility is limited to expressing a conclusion on these interim condensed consolidated financial statements based on our limited review.

Scope of the limited review

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian 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 on these interim condensed consolidated financial statements.

Conclusion

In light of our limited 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 Egyptian Accounting Standard 30 "Interim financial reporting".

PricewaterhouseCoopers Ezzeldeen, Diab & Co.

Wael Sakr
R.A.A. 26144
F.R.A. 381

12 May 2024
Cairo

PricewaterhouseCoopers Ezzeldeen, Diab & Co., Public Accountants
Plot no 211, Second Sector, City Center, New Cairo 11835, Egypt, PO Box 170 New Cairo
T: +20 2 2759 7700, F: +20 2 2759 7711, www.pwc.com

Interim condensed consolidated statement of financial position – As of 31 March 2024

(All amounts in EGP)	Note	31 March 2024	31 December 2023
Assets			
Non-current assets			
Fixed assets	5.(A)	5,152,276,314	4,098,693,483
Projects under construction	5.(B)	1,219,646,505	1,204,080,877
Right of use assets	5.(C)	702,900,434	698,433,589
Intangible assets		24,859,069	23,792,444
Deferred tax assets		203,756,705	146,268,254
Goodwill		408,146,786	408,146,786
Investment in associate		11,888,997	11,888,997
Financial assets at fair value through other comprehensive income	4.(B)	81,502,748	81,502,748
Due from related parties	6.(A)	39,200,000	39,200,000
Financial assets at amortized cost		4,043,333	6,408,133
Other debit balances		58,255,568	48,514,268
Derivative financial instrument	8	69,982,808	35,267,713
Total non-current assets		**7,976,459,267**	**6,802,197,292**
Current assets			
Inventories	5.(E)	1,441,059,079	1,152,593,351
Financial assets at amortized costs		2,430,750,445	2,413,221,522
Other debit balances		628,069,924	463,386,489
Due from related parties	6.(A)	13,250,747	14,493,196
Cash and cash equivalents		4,892,587,363	6,502,582,195
Total current assets		**9,405,717,558**	**10,546,276,753**
Total assets		**17,382,176,825**	**17,348,474,045**
Equity			
Paid up capital	7	676,176,900	676,176,900
Share premium		6,501,700	6,501,700
Reserves		724,376,287	419,664,591
Retained earnings		1,290,385,502	1,411,303,135
Total equity attributable to owners of TAQA Arabia company		**2,697,440,389**	2,513,646,326
Non-controlling interests		609,163,281	482,510,533
Total equity		**3,306,603,670**	**2,996,156,859**
Non-current liabilities			
Loans	4.(A)	3,558,194,538	2,869,599,027
Lease liabilities	5.(C)	778,528,601	772,508,349
Deferred tax liabilities		257,351,372	215,760,290
Long term liabilities		92,519,794	101,729,148
Total non-current liabilities		**4,686,594,305**	**3,959,596,814**
Current liabilities			
Trade payables and other credit balances		4,743,809,989	4,213,178,316
Due to related parties	6.(A)	134,324,298	116,999,097
Current income tax liabilities		227,858,292	282,966,459
Bank facilities		3,344,119,295	4,917,241,820
Loans	4.(A)	525,199,017	413,891,029
Lease liabilities	5.(C)	52,110,987	48,598,237
Provisions	5.(D)	361,556,972	399,845,414
Total current liabilities		**9,388,978,850**	**10,392,720,372**
Total liabilities		**14,075,573,155**	**14,352,317,186**
Total equity and liabilities		**17,382,176,825**	**17,348,474,045**

- The accompanying notes on pages 7 – 33 form an integral part of these interim condensed consolidated financial statements.
- Limited review report attached.

Deputy Chief Financial Officer	Chief Financial Officer	Chief Executive Officer
Mr. Ahmed El-Rouby	Mr. Peter Mofeed	Mrs. Pakinam Kafafi

9 May 2024

Interim condensed consolidated statement of profit or loss
For the three months period ended 31 March 2024

(All amounts in EGP)

	Note	Three-month ended 31 March 2024	2023
Revenues	2.(A)	3,576,506,419	2,938,297,312
Cost of revenues		(3,221,969,661)	(2,598,160,224)
Gross profit		**354,536,758**	**340,137,088**
Administrative expenses		(131,422,928)	(112,578,968)
Net (impairment) / reversal of financial assets	3.(A)	(1,413,310)	582,792
Other expenses	3.(B)	(26,642,952)	(79,464,170)
Other income		1,441,790	818,539
Operating profit		**196,499,358**	**149,495,281**
Finance cost – net	3.(C)	(71,655,974)	(43,218,769)
Net foreign currency exchange gain - net		26,147,390	6,543,104
Profit for the period before income tax		**150,990,774**	**112,819,616**
Income tax	3.(D)	(52,027,118)	(11,750,930)
Net profit for the period		**98,963,656**	**101,068,686**
Profit attributable to:			
Owners of TAQA Arabia Company		102,776,066	88,380,433
Non-controlling interest		(3,812,410)	12,688,253
Net profit for the period		**98,963,656**	**101,068,686**
Earnings per share	6.(B)		
Basic per share		0.076	0.065
Diluted per share		0.076	0.065

- The accompanying notes on pages 7 – 33 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of comprehensive income
For the three months period ended 31 March 2024

(All amounts in EGP)	Three-month ended 31 March	
	2024	**2023**
Net profit for the period	**98,963,656**	**101,068,686**
Other comprehensive income		
Items that are or may be reclassified subsequently to profit or loss:		
Foreign currency translation differences	479,653,410	155,378,408
Derivative financial instruments - cash flow hedge	12,189,361	(11,313,147)
Income tax related to these items	(2,742,606)	2,545,458
Total other comprehensive income for the period, net of tax	**489,100,165**	**146,610,719**
Total comprehensive income for the period	**588,063,821**	**247,679,405**
Attributed to:		
Owners of TAQA Arabia Company	398,150,172	173,567,164
Non-controlling interests	189,913,649	74,112,241
Total comprehensive income for the period	**588,063,821**	**247,679,405**

- The accompanying notes on pages 7 – 33 form an integral part of these interim condensed consolidated financial statements.

TAQA ARABIA COMPANY (S.A.E.) AND ITS SUBSIDIARIES

Interim condensed consolidated statement of change in equity
For the three months period ended 31 March 2024

(All amounts in EGP)	Reserves										
	Paid up capital	Share premium	Legal reserve	Translation reserve	Hedging reserve	Other reserve	Equity investment at Fair value through OCI	Retained earnings	Total equity attributable to owners of TAQA Arabia company	Non-controlling interest	Total equity
Balance at 1 January 2023	**676,176,900**	**6,501,700**	**84,405,204**	**130,928,214**	**16,636,999**	**50,465,949**	**-**	**1,048,352,104**	**2,013,467,070**	**384,006,246**	**2,397,473,316**
Total comprehensive income for the period	-	-	-	90,447,347	(5,260,616)	-	-	88,380,433	**173,567,164**	74,112,241	**247,679,405**
Transfer to legal reserve	-	-	9,837,741	-	-	-	-	(9,837,741)	**-**	-	**-**
Non-controlling interests on acquisition of subsidiary	-	-	-	-	-	-	-	-	**-**	13,354,912	**13,354,912**
Dividends for shareholders	-	-	-	-	-	-	-	-	**-**	(51,765,136)	**(51,765,136)**
Board of directors and employees profit share	-	-	-	-	-	-	-	(184,165,682)	(184,165,682)	(3,302,170)	**(187,467,852)**
Balance at 31 March 2023	**676,176,900**	**6,501,700**	**94,242,945**	**221,375,561**	**11,376,383**	**50,465,949**	**-**	**942,729,114**	**2,002,868,552**	**416,406,093**	**2,419,274,645**
Balance at 1 January 2024	**676,176,900**	**6,501,700**	**94,242,945**	**234,037,802**	**18,127,247**	**50,465,949**	**22,790,648**	**1,411,303,135**	**2,513,646,326**	**482,510,533**	**2,996,156,859**
Change in accounting policies (Note 11)	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(84,256,310)**	**(84,256,310)**	**-**	**(84,256,310)**
Balance at 1 January 2024 Adjusted	**676,176,900**	**6,501,700**	**94,242,945**	**234,037,802**	**18,127,247**	**50,465,949**	**22,790,648**	**1,327,046,825**	**2,429,390,016**	**482,510,533**	**2,911,900,549**
Total comprehensive income for the period	-	-	-	289,706,053	5,668,053	-	-	102,776,066	**398,150,172**	189,913,649	**588,063,821**
Transfer to legal reserve	-	-	9,337,590	-	-	-	-	(9,337,590)	**-**	-	**-**
Dividends for shareholders	-	-	-	-	-	-	-	-	**-**	(56,755,979)	**(56,755,979)**
Board of directors and employees profit share	-	-	-	-	-	-	-	(130,099,799)	**(130,099,799)**	(6,504,922)	**(136,604.721)**
Balance at 31 March 2024	**676,176,900**	**6,501,700**	**103,580,535**	**523,743,855**	**23,795,300**	**50,465,949**	**22,790,648**	**1,290,385,502**	**2,697,440,389**	**609,163,281**	**3,306,603,670**

- The accompanying notes on pages 7 - 33 form an integral part of these interim condensed consolidated financial statements.

Interim condensed consolidated statement of cash flows
For the three months period ended 31 March 2024

(All amounts in EGP)	31 March 2024	31 March 2023
Cash flows from operating activities		
Profit for the period before income tax	**150,990,774**	**112,819,616**
Adjusted for:		
Depreciation of fixed assets	74,967,879	56,237,893
Amortization of intangible assets	1,422,180	3,415,038
Amortization - right of use assets	14,829,520	13,699,502
Impairment of trade receivables	1,413,310	360,020
Provision formed	9,615,065	55,314,729
Impairment of treasury bills	-	159,976
Gain on sale of fixed assets	(167,283)	-
Finance cost - net	48,137,080	22,545,093
Interest expense - lease liability	23,518,894	20,673,676
Operating profit before changes in working capital	**324,727,419**	**285,225,543**
Changes in working capital		
Trade receivables and other debit balances	(146,305,992)	(144,796,553)
Inventories	(288,674,002)	(271,994,621)
Related parties	18,567,650	29,166,466
Trade payables and other credit balances	510,573,900	851,889,909
Current income tax liabilities	(111,426,527)	(18,085,999)
Provision used	(50,805,035)	(37,851,733)
Cash generated from operating activities	**256,657,413**	**693,553,012**
Board of directors and employees' dividends paid	(116,363,298)	(187,467,853)
Income tax paid	(3,843,701)	-
Net Cash flows generated from operating activities	**136,450,414**	**506,085,159**
Cash flows from investing activities		
Payments for additions of fixed assets and projects under construction	(170,541,074)	(293,377,284)
Proceeds from interest revenue	303,899,502	213,164,780
Payments for intangible assets	-	(210,005)
Proceeds from sale of fixed assets	167,283	291,841
Net cash flows generated from \ (used in) investing activities	**133,525,711**	**(80,130,668)**
Cash flows from financing activities		
Proceeds from loans	149,307,683	117,791,530
Repayment to loans	(151,683,340)	(101,636,046)
Interest paid	(452,679,623)	(289,726,818)
Bank facilities	(1,573,122,525)	677,238,584
Lease liability payments	(8,899,736)	(23,378,741)
Non-controlling interest dividends	(56,755,979)	(51,765,136)
Net cash flows (used in) \ generated from financing activities	**(2,093,833,520)**	**328,523,373**
Net changes in cash and cash equivalent	**(1,823,857,395)**	**754,477,864**
Cash and cash equivalent at the beginning of the year	6,455,312,096	5,559,722,410
Effect of changes exchange rate on cash and cash equivalent	188,629,555	52,398,631
Cash and cash equivalent at the end of the period	**4,820,084,256**	**6,366,598,905**
Non-cash transactions		
Transfer from PUC to intangible assets	-	262,412
New leases during the year	10,216,651	16,265,593
The change in fair value of investment at FVOCI	12,189,360	19,482,356
Accrued BOD and employee dividend	20,241,422	-

- The accompanying notes on pages 7 – 33 form an integral part of these interim condensed consolidated financial statements.

1. General information

TAQA Arabia Company - S.A.E - was established under the provisions of law No. 159 of 1981 and its executive regulations. And is registered in the commercial register under number 21361 on 22 March 2006. The duration of the company is twenty-five years starting from the date of registration in the Commercial Register.

The registered office of the company is G2, El Morshedy St. El Lasilky Area, Maadi Cairo – Egypt.

These interim condensed consolidated financial statements comprise the Company and its subsidiaries (together referred to as the "Group").

The group is primarily involved in the following activities:

- Construct, manage, operate, and maintain natural gas transmission and distribution lines.
- Construct, manage, operate, and maintain power plants, electricity transformers and distribution networks.
- Construct, manage, operate, and maintain water desalination stations, refineries, water purification, distribution networks, transmission lines, as well as pumping stations, processing and purification, sewage and industrial drainage grid.
- Distribute electricity, natural gas and water to the company or to third parties, subject to the provision of laws, regulations and decrees applicable licensing condition for the exercise of such activities.
- Market oil products, mineral oils, chemicals and natural gas.
- Purchase, sale, transport and storage of oil products and mineral oil.
- Providing consulting services in the areas mentioned above.

The interim condensed consolidated financial statements have been approved for issuance by the Board of Directors on 9 May 2024. The General Assembly meeting of shareholders has the right to amend the financial statements after its issuance.

2. Operating segments

The information below describe the segment information provided to the chief operating decision making which must be disclosed for the period ended 31 March 2024.

The following summary describes each reportable segment:

(a) Gas sector

Specialize in delivering natural gas to both residential and industrial customers.

This arm provides its customers with:

Connections construction, gas distribution and operations & maintenance services targeting both residential and industrial customers.

CNG vehicle conversions, gas supply station, in addition to Mobile CNG.

Engineering consultancy, gas retail appliances and market research and surveying services.

2. Operating segments (continued)

(b) Power Sector

Specialize in power generation systems, through combustible and solar energy stations, to off grid industrial customers,

Power distribution through building / owning substations and networks, Excess capacity management,

Operation & maintenance services, including all activities necessary for TAQA clients' plants to operate in a safe and economical manner,

(c) Fuel and Lubricants

TAQA for Oil Marketing is the first privately owned Egyptian company with a license to market petroleum products including fuels and lubricants, through a retail network of service stations under TAQA's brand name.

The Company is also the sole distributor of Castrol lubricants in Egypt since 2008. Castrol Egypt has been established in 2018 with TAQA share 49% of the total shares.

(d) Water

TAQA Water invests, designs, constructs, automates, installs, operates & maintains reliable, cost-effective & smart water solution systems with the latest proven featured components, premium technology & advanced energy saving equipment to ensure, simple operation, performance sustainability & superior water quality.

The management assesses the performance of the operating segments based on the total revenues / gross profit/ EBITDA/operating profit/ total assets of segment and the total liabilities. This measurement basis excludes discontinued operations. Interest income and expenditure are not allocated to segments, as this type of activity is driven by the Group's head office, which manages the cash flows and liquidity requirements. In terms of geography, the group operations are mainly in Egypt.

2.(A) Revenue

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Water treatment & desalination revenue	Total
31 March 2024							
Revenues from external customers	**2,053,428,041**	**588,705,690**	**471,193,162**	**114,972,242**	**341,036,559**	**7,170,725**	**3,576,506,419**
Timing of revenue recognition							
At a point in time	2,053,428,041	90,626,537	244,991,070	114,972,242	341,036,559	-	**2,845,054,449**
Over time	-	498,079,153	226,202,092	-	-	7,170,725	**731,451,970**
	2,053,428,041	**588,705,690**	**471,193,162**	**114,972,242**	**341,036,559**	**7,170,725**	**3,576,506,419**

2. Operating segments (continued)

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Total
31 March 2023						
Revenues from external customers	**1,651,221,262**	**448,659,826**	**554,856,565**	**99,737,987**	**183,821,672**	**2,938,297,312**
Timing of revenue recognition						
At a point in time	1,651,221,262	80,140,131	270,489,654	99,737,987	183,821,672	2,285,410,706
Over time	-	368,519,695	284,366,911	-	-	652,886,606
	1,651,221,262	**448,659,826**	**554,856,565**	**99,737,987**	**183,821,672**	**2,938,297,312**

2. Operating segments (continued)

	Gas	Power	Marketing	Water	Other	Total	Elimination	Total Cons
31 March 2024								
Operating results								
Revenue	927,201,963	588,705,690	2,053,428,041	7,170,725	32,868,471	3,609,374,890	(32,868,471)	**3,576,506,419**
Cost of revenue	(704,159,723)	(433,530,645)	(1,996,904,930)	(2,292,362)	(2,943,678)	(3,139,831,338)	2,943,677	**(3,136,887,661)**
Depreciation and amortization (Cost)	(30,973,671)	(41,512,981)	(11,632,055)	(963,293)	-	(85,082,000)	-	**(85,082,000)**
Gross profit	**192,068,569**	**113,662,064**	**44,891,056**	**3,915,070**	**29,924,793**	**384,461,552**	**(29,924,794)**	**354,536,758**
Investment revenue	-	-	-	-	153,840,381	153,840,381	(153,840,381)	-
Other income	1,067,281	-	-	374,509	-	1,441,790	-	**1,441,790**
Administrative expenses	(72,618,037)	(30,167,249)	(16,082,385)	(1,638,834)	(35,340,386)	(155,846,891)	30,561,538	**(125,285,353)**
Depreciation and amortization (Admin)	(3,010,436)	(1,874,703)	(552,957)	(104,052)	(595,427)	(6,137,575)	-	**(6,137,575)**
Other expenses	(8,079,159)	(31,107,388)	(1,225,000)	-	21,970,350	(18,441,197)	-	**(18,441,197)**
Provision	-	-	-	-	(9,615,065)	(9,615,065)	-	**(9,615,065)**
Results from operating activities	**109,428,218**	**50,512,724**	**27,030,714**	**2,546,693**	**160,184,646**	**349,702,995**	**(153,203,637)**	**196,499,358**
Financial position								
Total assets	**6,112,684,740**	**7,779,884,164**	**2,447,638,305**	**164,239,793**	**2,628,749,934**	**19,133,196,936**	**(1,751,020,111)**	**17,382,176,825**
Total liabilities	**5,364,791,296**	**5,821,013,284**	**2,195,995,936**	**129,064,744**	**1,465,665,576**	**14,976,530,836**	**(900,957,681)**	**14,075,573,155**

2. Operating segments (continued)

	Gas	Power	Marketing	Other	Total	Elimination	Total Cons
31 March 2023							
Operating results							
Revenue	837,658,373	455,652,510	1,651,221,262	32,899,164	2,977,431,309	(39,133,997)	2,938,297,312
Cost of revenue	(603,255,195)	(328,125,849)	(1,605,649,113)	(3,210,843)	(2,540,241,000)	9,605,645	(2,530,635,355)
Depreciation and amortization (Cost)	(25,317,555)	(32,507,706)	(9,485,261)	(214,347)	(67,524,869)	-	(67,524,869)
Gross profit	**209,085,623**	**95,018,955**	**36,086,888**	**29,473,974**	**369,665,440**	**(29,528,352)**	**340,137,088**
Investment revenue	-	-	-	137,160,087	137,160,087	(137,160,087)	-
Other income	307,691	97,122	-	413,726	818,539	-	818,539
Administrative expenses	(57,003,439)	(27,606,429)	(12,180,360)	(40,126,268)	(136,916,496)	30,165,093	(106,751,403)
Depreciation and amortization (Admin)	(2,125,796)	(1,825,562)	(795,888)	(1,080,319)	(5,827,565)	-	(5,827,565)
Other expenses	(1,217,301)	(18,938,630)	(1,160,018)	4,502,785	(16,813,162)	-	(16,813,162)
Provision	(8,327,968)	-	-	(53,740,248)	(62,068,216)	-	(62,068,216)
Results from operating activities	**140,718,810**	**46,745,456**	**21,950,621**	**76,603,738**	**286,018,625**	**(136,523,344)**	**149,495,281**
Financial position							
Total assets	**5,964,543,145**	**6,559,549,240**	**2,267,727,301**	**3,568,845,428**	**18,335,155,509**	**(1,698,107,813)**	**16,662,557,301**
Total liabilities	**5,487,043,859**	**5,047,016,506**	**2,075,684,716**	**2,665,401,041**	**15,275,146,122**	**(1,031,863,466)**	**14,243,282,656**

2. Operating segments (continued)

Statement of profit or loss

	Gas		Power		Marketing		Water		Other		TAQA Cons	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Sales	927.2	837.7	588.7	455.7	2.053.4	1.651.2	7,2	-	32.9	32.9	3.576.5	2.938.3
Cost of Sales	(704,2)	(603.3)	(433.5)	(328.1)	(1.996.9)	(1.605.6)	(2,3)	-	(2.9)	(3.0)	(3,136,9)	(2.530.6)
Gross profit	**223,0**	234.4	**155.2**	127.5	**56.5**	45.6	**4,9**	-	**29.9**	29.9	**439,6**	407.7
Admin expenses	(72.6)	(57.0)	(30.2)	(27.6)	(16.1)	(12.2)	(1,6)	-	(35.3)	(40.1)	(125.3)	(106.8)
Other Income/(expense)	(1.4)	0.7	-	-	-	-	-	-	-	(21.0)	(1.4)	(20.3)
EBITDA	**149,0**	**178.1**	**125**	**99.9**	**40.4**	**33.4**	**3,2**	-	**(5.4)**	**(31.2)**	**312,9**	**280.7**
Investment revenue		-		-		-	-	-	153.8	137.2	-	-
Other non-recuring Items	9.4	(5.8)	(76.2)	(31.7)	(0.7)	(0.6)	0,4	-	68,1	(13.2)	0,9	(51.3)
Depreciation and amortization	(34)	(27.4)	(43.4)	(43.3)	(12.2)	(10.3)	(1,1)	-	(0.6)	(1.3)	(91.2)	(73.4)
EBIT	**124,4**	**144.9**	**5.5**	**33.9**	**27.5**	**22.5**	**2,5**	-	**215,9**	**91.4**	**222,6**	**156.1**
Net income	**63,3**	**82.8**	**(30.4)**	**25.6**	**4.1**	**10.2**	**1,9**	-	**213,3**	**118.9**	**99,0**	**101.1**
Non-controlling interest	(0,8)	3.7	(3)	11.0	-	-	-	-	-	(2)	(3.8)	12.7
Owner of TAQA Arabia Company	**64,1**	**79.1**	**(27.4)**	**14.6**	**4.1**	**10.2**	**1,9**	-	**213,3**	**120.9**	**102,8**	**88.4**

(In the notes all amounts are shown in EGP unless otherwise stated)

3. Profit and loss information

3.(A) Net (impairment) / reversal of financial assets

	Three-month ended	
	31 March 2024	31 March 2023
Impairment of T-bills	-	(159,976)
Impairment of trade receivables and other debit balance	(1,413,310)	-
Reversal of impairment of trade receivables and other debit balance	-	742,767
	(1,413,310)	**582,791**

3.(B) Other expenses

	Three-month ended	
	31 March 2024	31 March 2023
Provision	(9,615,065)	(55,314,727)
Other expenses	(17,027,887)	(24,149,443)
	(26,642,952)	**(79,464,170)**

3.(C) Finance cost - net

	Three-month ended	
	31 March 2024	31 March 2023
Interest expense	(432,781,451)	(294,000,863)
Finance costs	**(432,781,451)**	**(294,000,863)**
Treasury bills and interest revenues	361,125,477	250,782,094
Finance income	**361,125,477**	250,782,094
Finance cost - net	**(71,655,974)**	**(43,218,769)**

3.(D) Income tax

The tax expense for the period differs from the theoretical amount that would arise using the tax rate applicable to the group as follows:

	Three-month ended	
	31 March 2024	31 March 2023
Income tax for the period	(60,162,061)	(43,522,510)
Deferred tax for temporary differences	8,134,943	31,771,580
Total current and deferred income tax	**(52,027,118)**	**(11,750,930)**

(In the notes all amounts are shown in EGP unless otherwise stated)

Financial Position

4. Financial assets and financial liabilities

4.(A) Loans

	31 March 2024	31 December 2023
Non-current portion		
IFC	1,705,346,932	1,163,104,440
NBE	879,457,795	778,270,490
European bank for reconstruction & development EBRD	347,734,442	247,256,785
Emirates NBD	291,303,302	298,710,562
HSBC	218,852,067	263,256,750
MID Bank	115,500,000	119,000,000
	3,558,194,538	**2,869,599,027**

	31 March 2024	31 December 2023
Current portion		
IFC	160,028,790	103,301,488
NBE	158,564,835	144,220,883
HSBC	99,018,493	99,453,098
European bank for reconstruction & development EBRD	63,224,470	23,323,193
Emirates NBD	30,362,429	29,592,367
MID Bank	14,000,000	14,000,000
	525,199,017	**413,891,029**
	4,083,393,555	**3,283,490,056**

4.(B) Financial liabilities maturities

The amounts disclosed in the table below represent group liabilities based on the contractual cash outflows:

31 March 2024	Less than 6 months	6 months to 1 year	1-2 Years	More than 2 years
Non derivatives				
Trade payables and other credit balances	4,743,809,989	-	-	92,519,794
Due to related parties	134,324,298	-	-	-
Loans and bank facilities	3,904,336,855	595,515,731	998,488,246	4,578,605,195
Lease liability	55,269,653	87,153,043	187,219,886	2,075,951,619
Total	**8,837,740,795**	**682,668,774**	**1,185,708,132**	**6,747,076,608**

(In the notes all amounts are shown in EGP unless otherwise stated)

4. Financial assets and financial liabilities (continued)

4.(B) Recognised fair value measurements (continued)

31 December 2023	Less than 6 months	6 months to 1 year	1-2 Years	More than 2 years
Non derivatives				
Trade payables and other credit balances	4,213,178,316	-	-	101,729,148
Due to related parties	116,999,097	-	-	-
Loans and bank facilities	5,367,347,919	524,393,613	941,052,539	3,347,187,355
Lease liability	61,265,051	82,653,381	168,667,847	2,054,418,153
Total	**9,758,790,383**	**607,046,994**	**1,109,720,386**	**5,503,334,656**

(i) Significant estimates

The fair value of equity instruments that are not traded in an active market is determined using valuation techniques. The group uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

(ii) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of financial instruments that are recognised and measured at fair value in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed under EAS 45 "Fair value measurement". An explanation of each level follows underneath the table.

Recurring fair value measurements are those that the accounting standards require or permit in the consolidated statement of financial position at the end of each reporting period. The level in the fair value hierarchy into which the recurring fair value measurements are categorised are as follows.

Recurring fair value measurements At 31 March 2024	Notes	Level 1	Level 2	Level 3	Totals
Financial assets					
Financial assets at FVOCI					
Unlisted equity instruments		-	-	81,502,748	**81,502,748**
Hedging derivatives – interest rate swaps		-	69,982,808	-	**69,982,808**
Total financial assets		**-**	**69,982,808**	**81,502,748**	**151,485,556**

Recurring fair value measurements At 31 December 2023	Notes	Level 1	Level 2	Level 3	Total
Financial assets					
Financial assets at FVOCI					
Unlisted equity instruments		-	-	81,502,748	**81,502,748**
Hedging derivatives – interest rate swaps		-	35,267,713	-	**35,267,713**
Total financial assets		**-**	**35,267,713**	**81,502,748**	**116,770,461**

(In the notes all amounts are shown in EGP unless otherwise stated)

4. Financial assets and financial liabilities (continued)

4.(B) Recognised fair value measurements (continued)

There were no changes in the valuation technique for level 3 recurring fair value measurements during the year ended 31 March 2024 and 31 December 2023.

Level 1: The fair value of financial instruments traded in active markets (such as trading instruments) is based on quoted market prices (unadjusted) at the end of the reporting period. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and over the counter derivatives.

(iii) Valuation techniques used to determine fair values

Specific valuation techniques used to value financial instruments include:

- the use of quoted market prices or dealer quotes for similar instruments
- the fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
- Unlisted equity investments compose interest in an affiliate. Fair value is determined using discounted cash flow analysis.

(iv) Fair value measurements

The following table presents the changes in level 2 and 3 items for the period / year ended 31 March 2024 and 31 December 2023:

Assets	Hedging derivatives – interest rate swaps	Equity investment at fair value through OCI	Total
Opening balance at 1 January 2023	**25,627,628**	**51,261,460**	**76,889,088**
Gains recognised through consolidated other comprehensive income	3,204,835	30,241,288	33,446,123
Foreign currency translation	6,435,250	-	6,435,250
Closing balance at 31 December 2023	**35,267,713**	**81,502,748**	**116,770,461**
Gains recognised in consolidated other comprehensive income	12,189,360	-	**12,189,360**
Foreign currency translation	22,525,735	-	**22,525,735**
Closing balance at 31 March 2024	**69,982,808**	**81,502,748**	**151,485,556**

4. Financial assets and financial liabilities (continued)

4.(B) Fair value estimation (continued)

Valuation inputs and relationships to fair value

The following table summarizes the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. See 4.2 above for the valuation techniques adopted.

Description	Fair value at		Un-observable inputs	Range of Inputs		Valuation technique		Inputs used		Sensitivity analysis
	31 March 2024	31 December 2023		31 March 2024	31 December 2023	31 March 2024	31 December 2023	31 March 2024	31 December 2023	
Assets carried at fair value through OCI (Investment in subsidiaries	81,502,748	81,502,748	- Earning growth factor - Risk adjusted discount rate - Terminal growth rate	4.22% 13.62% 4%	4.22% 13.62% 4%	Discounted Cash flows dollar offset method	Discounted Cash flows dollar offset method	Yield curve Terminal growth Growth rate for 20 years	Yield curve Terminal growth Growth rate for 20 years.	Increased earnings growth factor (+50 basis points (bps)) and lower discount rate (-100 bps) would increase FV by EGP484,000; lower growth factor (-50 bps) and higher

Description	Fair value at		Un-observable inputs	Range of Inputs		Valuation technique		Inputs used		Sensitivity analysis
	31 March 2024	31 December 2023		31 March 2024	31 December 2023	31 March 2024	31 December 2023	31 March 2024	31 December 2023	
										discount rate (+100 bps) would decrease FV by EGP 485,000.
Interest rate swap contracts – cash flow hedge (TAQA Arabia for Solar Power)	69,982,808	35,267,713	Credit default rate	0.023%	0.023%	Discounted Cash flows dollar offset method	Discounted Cash flows dollar offset method	Yield curve Terminal growth Growth rate for 5 years.	Yield curve Terminal growth Growth rate for 5 years.	shift of the interest yield curve by +/- 20bps results in a change in FV of EGP 13,965,052

(In the notes all amounts are shown in EGP unless otherwise stated)

4. Financial assets and financial liabilities (continued)

(1) Valuation processes

The finance department of relevant subsidiary includes a team that performs the valuations on quarterly basis. The finance department places a partial reliance on experts in the valuation of hedging derivatives.

The main level 3 inputs used by the Group are derived and evaluated as follows:

- Discount rates for financial assets and financial liabilities are determined using a capital asset pricing model to calculate a pre-tax rate that reflects current market assessments of the time value of money and the risk specific to the asset.
- Risk adjustments specific to the counterparties (including assumptions about credit default rates) are derived from credit risk gradings determined by the Group's internal credit risk management.
- Earnings growth factor for unlisted equity securities are estimated based on market information for similar types of companies.

(2) Valuation processes for recurring and non-recurring level 3 fair value measurement

Level 3 valuations are reviewed by the Group's Chief financial officer who reports to the Board of Directors. The chief financial officer considers the appropriateness of the valuation model inputs, as well as the valuation result using various valuation methods and techniques. In selecting the most appropriate valuation model the chief financial officer performs back testing and considers which model's results have historically aligned most closely to actual market transactions.

(3) Assets and liabilities not measured at fair value but for which fair value is disclosed

Fair values analysed by level in the fair value hierarchy and the carrying value of assets and liabilities not measured at fair value are as follows:

	31 March 2024		31 December 2023	
	Level 3 fair value	Carrying value	Level 3 fair value	Carrying value
Assets				
Financial assets at AC				
Trade and other receivables*	2,434,793,779	2,434,793,779	2,419,629,655	2,419,629,655
Due from related parties	52,450,747	52,450,747	53,693,196	53,693,196
Restricted cash**	72,503,108	72,503,108	105,311,421	105,311,421
Financial guarantee less likely to be paid***	-	-	383,025,414	383,025,414
Cash and cash equivalents	4,820,084,255	4,820,084,256	6,014,245,360	6,014,245,360
Total Assets	**7,379,831,889**	**7,379,831,889**	**8,975,905,046**	**8,975,905,046**

(In the notes all amounts are shown in EGP unless otherwise stated)

4. Financial aassets and financial liabilities (continued)

(3) Assets and liabilities not measured at fair value but for which fair value is disclosed (continued)

	31 March 2024		31 December 2023	
	Level 3 fair value	Carrying value	Level 3 fair value	Carrying value
Liabilities				
Borrowings				
Loans and bank facilities	7,427,512,850	7,427,512,850	8,200,731,876	8,200,731,876
Other financial liabilities				
Lease liabilities	830,639,588	830,639,588	821,106,586	821,106,586
Trade and other payables*	3,814,532,103	3,814,532,103	3,395,352,841	3,395,352,841
Due to related parties	134,324,298	134,324,298	116,999,709	116,999,709
Total Liabilities	**12,207,008,839**	**12,207,008,839**	**12,534,190,400**	**12,534,190,400**

*Excluding non-financial assets and liabilities

**An amount of EGP 72M (2023: 105M) related to TAQA Arabia for Solar energy which represent debt service account for loan from IFC against interest and instalment payment for the period of 6 months and foreign currency availability reserve for 3 months of interest and instalment.

***The restricted cash represent in EGP 383M in time deposits related to TAQA that are held by HSBC bank as collateral against the loan granted by HSBC bank Egypt to Citadel Capital for International Investments and according to the Ordinary General Assembly meeting held on 4 September 2022 it was approved to renew until 31 December 2023. During 2024, a settlement was made between HSBC Bank Egypt and Citadel Capital for International Investments, were by the said time deposits are no longer pledged as guarantee for any outstanding balance by Citadel Capital for International Investments. The existing collateral on those bank deposits and the pledges submitted by TAQA to HSBC Bank Egypt was cancelled, allowing TAQA the right to use these amounts without any restrictions from the bank, according to the letter addressed to the company from HSBC Bank Egypt.

The fair values in level 3 of the fair value hierarchy were estimated using the discounted cash flows valuation technique. The fair value of floating rate instruments that are not quoted in an active market was estimated to be equal to their carrying amount. The fair value of unquoted fixed interest rate instruments was estimated based on estimated future cash flows expected to be received discounted at current interest rates for new instruments with similar credit risks and remaining maturities.

Financial assets carried at amortised cost. The fair value of floating rate instruments is normally their carrying amount. The estimated fair value of fixed interest rate instruments is based on estimated future cash flows expected to be received discounted at current interest rates for new instruments with similar credit risks and remaining maturities. Discount rates used depend on the credit risk of the counterparty.

(In the notes all amounts are shown in EGP unless otherwise stated)

4. Financial aassets and financial liabilities (continued)

(3) Assets and liabilities not measured at fair value but for which fair value is disclosed (continued)

Liabilities carried at amortised cost. Fair values of other liabilities were determined using valuation techniques. The estimated fair value of fixed interest rate instruments with stated maturities were estimated based on expected cash flows discounted at current interest rates for new instruments with similar credit risks and remaining maturities. The fair value of liabilities repayable on demand or after a notice period ("demandable liabilities") is estimated as the amount payable on demand, after being discounted from the first date on which the amount could be required to be paid.

(4) Presentation of financial instruments by measurement category

For the purposes of measurement, EAS 47 "Financial Instruments" classifies financial assets and liabilities into the following categories: (a) financial assets at FVTPL; (b) financial assets at FVOCI, (c) debt instruments at FVOCI, (d) equity instruments at FVOCI (e) financial assets or liabilities at AC. Financial assets at FVTPL have two sub-categories: (i) Financial assets mandatorily measured at FVTPL, and (ii) assets designated as such upon initial recognition. In addition, finance lease receivables form a separate category. The group has the following categories: (a) financial assets at FVOCI, (b) financial assets or liabilities at AC.

5. Non-financial assets and liabilities

5.(A) Fixed assets

	Land	Buildings	Leasehold improvement	Machinery & Equipment	Motor vehicles	Furniture, office equipment, & computer	Generators, networks & pipelines, & station equipment	Solar power plant	Total
At 1 January 2023									
Cost	22,379,633	262,602,593	353,520,074	364,326,815	62,916,454	77,692,581	1,192,502,649	1,964,679,110	4,300,619,909
Accumulated Depreciation	-	(78,505,652)	(45,153,507)	(120,122,076)	(39,956,760)	(55,606,473)	(348,481,677)	(257,989,956)	(945,816,101)
Net book value	**22,379,633**	**184,096,941**	**308,366,567**	**244,204,739**	**22,959,694**	**22,086,108**	**844,020,972**	**1,706,689,154**	**3,354,803,808**
Year ended 31 December 2023									
Opening net book value	**22,379,633**	**184,096,941**	**308,366,567**	**244,204,739**	**22,959,694**	**22,086,108**	**844,020,972**	**1,706,689,154**	**3,354,803,808**
Additions	2,156,851	1,282,017	-	4,184,942	2,364,192	-	172,148,572	39,414,759	221,551,333
Transfers from assets under construction	-	18,479,091	113,687,704	84,254,879	4,518,529	12,083,463	171,110,462	-	404,134,128
Additions due to acquisition of subsidiaries	-	1,702,274		5,235,473	1,210,012	-	-	-	8,147,759
Depreciation charge	-	(13,823,790)	(28,058,167)	(29,426,235)	(7,859,812)	(10,523,836)	(73,829,758)	(99,110,145)	(262,631,743)
Disposals	-	-	-	-	(2,213,523)	-	-	-	(2,213,523)
Accumulated depreciation of disposals	-	-	-	-	1,921,681	-	-	-	1,921,681
Translation difference of cost	-	-	21,183	1,439,509	1,222,458	1,301,429	-	434,630,027	438,614,606
Translation difference of depreciation	-	-	(21,058)	(994,631)	(1,093,048)	(653,090)	-	(62,872,739)	(65,643,566)
Closing net book value	**24,536,484**	**191,736,33**	**393,996,229**	**308,898,676**	**23,030,183**	**24,294,074**	**1,113,450,248**	**2,018,751,056**	**4,098,693,483**
At 31 December 2023									
Cost	24,536,484	284,065,975	467,228,961	459,441,618	70,018,122	91,077,473	1,535,761,683	2,438,723,896	**5,370,854,212**
Accumulated Depreciation	-	(92,329,442)	(73,232,732)	(150,542,942)	(46,987,939)	(66,783,399)	(422,311,435)	(419,972,840)	**(1,272,160,729)**
Net book value	**24,536,484**	**191,736,533**	**393,996,229**	**308,898,676**	**23,030,183**	**24,294,074**	**1,113,450,248**	**2,018,751,056**	**4,098,693,483**
Period ended 31 March 2024									
Opening net book value	**24,536,484**	**191,736,533**	**393,996,229**	**308,898,676**	**23,030,183**	**24,294,074**	**1,113,450,248**	**2,018,751,056**	**4,098,693,483**
Additions	3,880,593	1,116,468	-	-	338,759	1,643,331	159,730	5,587,491	**12,726,372**
Transfers from assets under construction			17,301,127	762,625	-	185,564	1,435,445	138,443,534	**158,128,295**
Depreciation charge	-	(3,408,821)	(8,290,893)	(7,985,231)	(2,649,113)	(2,632,795)	(20,663,369)	(29,337,657)	**(74,967,879)**
Disposals	-	-	-	-	(217,200)	-	-	-	**(217,200)**
Accumulated depreciation of disposals	-	-	-	-	217,200	-	-	-	**217,200**
Translation difference of cost	2,317,212	-	84,582	31,035,135	5,260,250	4,015,749	-	1,160,930,415	**1,203,643,343**
Translation difference of depreciation	-	-	(61,421)	(11,550,290)	(3,717,121)	(2,093,339)	-	(228,525,129)	**(245,947,300)**
Closing net book value	**30,734,290**	**189,444,180**	**403,029,624**	**321,160,915**	**22,262,958**	**25,412,584**	**1,094,382,054**	**3,065,849,709**	**5,152,276,314**
At 31 March 2024									
Cost	30,734,290	285,182,443	484,614,670	491,239,378	75,399,931	96,922,117	1,537,356,858	3,743,685,335	**6,745,135,022**
Accumulated Depreciation	-	(95,738,263)	(81,585,046)	(170,078,463)	(53,136,973)	(71,509,533)	(442,974,804)	(677,835,626)	**(1,592,858,708)**
Net book value	**30,734,290**	**189,444,180**	**403,029,624**	**321,160,915**	**22,262,958**	**25,412,584**	**1,094,382,054**	**3,065,849,709**	**5,152,276,314**

(In the notes all amounts are shown in EGP unless otherwise stated)

5. Non-financial assets and liabilities

5.(A) Fixed assets (continued)

* As a result of the reduction in the value of the Egyptian pound against the foreign currencies during the year ended 2023, the group has capitalized foreign exchange losses with an amount of EGP 25,509,605 for the period ending on December 31, 2023 as part of Solar power plant and this was according to appendix C of the Egyptian accounting standard (EAS 37) which has been added in respect to the decision of the prime mister no 4706 for year 2022.

(1) Depreciation expense is allocated in the consolidated statement of profit or loss, as follows:

	31 March 2024	31 March 2023
Cost of sales	72,558,391	54,122,196
General and administration expenses	2,409,488	2,115,697
	74,967,879	**56,237,893**

The straight-line method is used to allocate the depreciation of fixed assets consistently to their residual values over their estimated useful lives, except for lands, which are characterised with unlimited estimated useful life. Below are the estimated useful lives of each type of the assets:

Asset	Estimated useful lives in years
Buildings	20 – 50
Buildings on lands leased from others	Contract period
Machinery & equipment	3 – 5
Motor vehicles	3 – 5
Furniture, office equipment & computer	4 – 10
Pipelines & stations equipment	15
Generators	20
Networks	25
Leasehold improvements	3 – 5 or the lease term, whichever is lower

(2) Proceeds from sale of fixed assets

Proceeds from sale of fixed assets in consolidated statement of cash flows as follows:

	March 2024	December 2023
Net book value for disposal assets	**-**	**291,842**
Gain on disposal of fixed assets	167,283	1,833,928
Proceeds from sale of fixed assets	**167,283**	**2,125,770**

(3) Changes in estimates

There were no material changes in the depreciation method, residual values or useful lives for any of the categories of fixed assets during the current period or prior year.

(In the notes all amounts are shown in EGP unless otherwise stated)

5. Non-financial assets and liabilities

5.(B) Projects under construction

	31 March 2024	31 December 2023
Fuel stations and warehouses	701,826,600	646,560,820
CNG stations	268,586,951	246,117,685
Power stations	134,064,161	229,821,959
Networks and pipelines	53,444,685	32,244,685
Water stations	47,199,567	39,085,416
Others	14,524,541	10,250,312
	1,219,646,505	**1,204,080,877**

The below table shows the movement of projects under construction during the period / year:

	31 March 2024	31 December 2023
Balance as at 1 January	1,204,080,877	704,015,117
Additions during the period/year	157,814,702	892,244,399
Transferred to fixed assets	(158,128,295)	(404,134,128)
Transferred to intangible assets	-	(870,010)
Additions due to acquisition of subsidiary	-	12,436,353
Foreign currency translation difference	15,879,221	389,146
Balance at end of the period/year	**1,219,646,505**	**1,204,080,877**

5.(C) Leases

i. Amounts recognised in the statement of financial position

	March 2024	December 2023
Right of use assets *		
Land	653,135,443	649,291,730
Building	49,649,011	49,020,735
Vehicles	115,980	121,124
	702,900,434	**698,433,589**

	March 2024	December 2023
Lease liabilities		
Current	52,110,987	48,598,237
Non-current	778,528,601	772,508,349
	830,639,588	**821,106,586**

* Additions to the right-of-use assets during Q1 2024 were EGP 10,216,651 (year ended 2023 – EGP 94,532,227).

(In the notes all amounts are shown in EGP unless otherwise stated)

5. Non-financial assets and liabilities (continued)

5.(C) Leases (continued)

ii. Amounts recognised in the consolidated statement of profit or loss

The consolidated statement of profit or loss shows the following amounts relating to leases:

	31 March 2024	31 March 2023
Depreciation charge of rights of use assets		
Land	12,810,257	11,615,065
Building	1,965,826	1,540,136
Vehicles	53,437	544,301
	14,829,520	**13,699,502**
Interest expense (included in finance cost)	23,518,894	20,673,676
Expense relating to leases of low-value assets (included in COGS & administrative expenses)	6,672,122	4,981,219
The total cash outflow for leases	32,418,604	23,378,763

iii. The group's leasing activities and how these are accounted for

The group leases various land, building and vehicles. Rental contracts are typically made for fixed periods of 3 to 15 years but may have extension options as described in (iv) below.

Contracts contain lease components. The group allocates the consideration in the contract to the lease components.

Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants other than the security interests in the leased assets that are held by the lessor.

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for leases in the group, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

Right-of-use assets are generally depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis. If the group is reasonably certain to exercise a purchase option, the right-of-use asset is depreciated over the underlying asset's useful life.

Payments associated with short-term leases and all leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss. Short-term leases are leases with a lease term of 12 months or less without a purchase option.

(In the notes all amounts are shown in EGP unless otherwise stated)

5. Non-financial assets and liabilities (continued)

5.(C) Leases (continued)

iv. Extension and termination cost

Extension and termination options are included in a number of fixed assets leases across the group. These are used to maximise operational flexibility in terms of managing the assets used in the group's operations. All extension and termination options held are exercisable only by the group and not by the respective lessor.

5.(D) Provisions

	Legal Provision	Provision for claims*	Other provisions	Total
Balance at 31 December 2022 and 1 January 2023	**2,092,057**	**194,564,694**	**179,172,465**	**375,829,216**
Provisions formed	-	7,534,478	71,587,319	**79,121,797**
Provisions used	(50,000)	(9,246,609)	(32,594,666)	**(41,891,275)**
Provisions no longer required	-	-	(16,231,622)	**(16,231,622)**
Transfer from \ to liabilities	-	885,621	(1,012,528)	**(126,907)**
Provision from Subsidiary acquired	-	3,067,517	76,688	**3,144,205**
Balance at 31 December 2023 and 1 January 2024	**2,042,057**	**196,805,701**	**200,997,656**	**399,845,414**
Provisions formed	-	-	9,615,065	**9,615,065**
Provisions used	-	(1,604,801)	(49,200,234)	**(50,805,035)**
Foreign exchange gain\loss	-	1,631,363	1,270,165	**2,901,528**
Balance at 31 March 2024	**2,042,057**	**196,832,263**	**162,682,652**	**361,556,972**

The provisions for claims have been formed against the probable claims from external parties in relation to group activities. Information usually published on the provisions made according to accounting standards was not disclosed, as the management believes that doing so may seriously affect the outcome of negotiations with that party. The management reviews these provisions on a yearly basis, and the allocated amount is adjusted according to the latest developments, discussions and agreements with such parties.

5.(E) Inventories

	31 March 2024	31 December 2023
Raw materials	914,823,352	768,340,327
Spare parts	208,358,487	180,479,280
Finished goods	326,584,078	212,272,307
	1,449,765,917	**1,161,091,914**
Less: provision of inventory write-downs	(8,706,838)	(8,498,563)
	1,441,059,079	**1,152,593,351**

(In the notes all amounts are shown in EGP unless otherwise stated)

6. Other information

6.(A). Related parties

The Group entered into several transactions with companies and entities that are included within the definition of related parties, as stated in EAS 15, "Disclosure of related parties". The related parties comprise the Group's board of directors, their entities, companies under common control, and/ or joint management and control, and their partners and employees of senior management. The management decides the terms and conditions of transactions and services provided from/ to related parties, as well as other expenses.

1- The below table summarises the nature and volume of transactions with related parties during the year.

Name of the Company	Nature of relationship	Nature of transactions	31 March 2024	31 December 2023
Castrol Egypt	Associate	Sale of lubricants	96,261,701	391,992,780
ARESCO	Affiliate	Construction works	-	39,711,190
ASIC Automation	Affiliate	Construction works	19,734,036	125,958,094
Dina for agricultural investments	Affiliate	Sale of electricity	4,731,871	17,924,373

The transactions with related parties resulted in the following balances at period / year end:

2- Due from related parties – non-current

	31 March 2024	31 December 2023
Castrol Egypt	39,200,000	39,200,000
	39,200,000	**39,200,000**

3- Due from related parties – current

	31 March 2024	31 December 2023
Dina for agricultural investments	13,250,747	14,493,196
	13,250,747	**14,493,196**

4- Due to related parties – current

	31 March 2024	31 December 2023
Castrol Egypt	116,139,511	97,154,778
ASEC Automation	18,184,787	19,844,319
	134,324,298	**116,999,097**

5- Key management compensation

TAQA group key management compensation within all the Group Companies represents short term employee benefits which is amounting to EGP 48,597,738 for 31 March 2024 and EGP 68,418,030 for 31 March 2023 and does not include post-employment benefits, termination benefits or shared based payments.

(In the notes all amounts are shown in EGP unless otherwise stated)

6. Other information (continued)

6.(B) Earnings profit per share

Basic earnings per share is calculated by dividing the net profit attributable to the shareholders of the parent company by the weighted average number of ordinary shares issued, after considering the proposed employees' profit share.

	31 March 2024	31 March 2023
Net profit attributable to the shareholders of the parent company	102,776,066	88,380,433
Weighted average number of ordinary issued and paid shares	1,352,353,800	1,352,353,800
Basic earnings per share	**0.076**	**0.065**

7. Paid up capital

The Group's authorized capital is EGP 1,200,000,000 represented in 120,000,000 ordinary shares of EGP 10, each.

The issued and fully paid up share capital of the Company is EGP 676,176,900 represented in 67,617,690 ordinary shares of EGP 10, each.

In the Extraordinary General Assembly meeting held on 22 December 2019, it was approved to implement the share split by adjusting the nominal value of the share from EGP 10 (ten Egyptian pounds) to EGP 0.5 (half an Egyptian pound). The assembly was approved on 24 December 2019.

Accordingly, the group's authorized capital will be EGP 1,200,000,000 represented in 2,400,000,000 ordinary shares of EGP 0.5, each.

The issued and fully paid up share capital of the Company is EGP 676,176,900 represented in 1,352,353,800 ordinary shares of EGP 0.5 (Half Egyptian pound), each.

The following table presents the paid-up capital as of 31 March 2024:

Shareholders	Number of shares	Capital EGP	Participation %
National Service Project Organization	270,470,760	135,235,380	20.00%
Financial Holdings International LTD	240,493,879	120,246,940	17.78%
Silverstone Capital Investments LTD	239,120,668	119,560,334	17.68%
Rimco EGT Investment LLC	195,896,118	97,948,059	14.49%
Other investors	108,299,725	54,149,862	8.01%
Nile Energy LTD	101,426,535	50,713,267	7.50%
Trimstone Assets Holdings LTD	75,610,440	37,805,220	5.59%
Hana Investment Co (W,L,L)	67,617,700	33,808,850	5.00%
Startford Investments LTD	53,417,975	26,708,988	3.95%
	1,352,353,800	**676,176,900**	**100%**

(In the notes all amounts are shown in EGP unless otherwise stated)

8. Derivative financial instrument asset

	31 March 2024	31 December 2023
Derivative financial instrument - interest rate swap	69,982,808	35,267,713
	69,982,808	**35,267,713**

TAQA Solar company a subsidiary of TAQA Arabia has entered into a finance agreement with International finance Corporation to obtain a loan to finance the Solar energy project, by which the company was obliged to cover the risk of change in variable interest rates for 6 months US dollar Libor rate and this by entering an interest rate swap contract and this by fixing 6 months US dollar Libor rate to be 3.417%.

The main terms of the transactions are as follows:

Effective date: 2 July 2018
Termination date: 15 Jan 2032.
Fixed rate paid by the company is 3.417%.

The following table summarizes the hedging asset movement:

Interest rate swaps – cash flow hedges

Balance at 1 January 2023	**25,627,628**
Recognition of fair value of interest rate swaps contract	3,204,835
Cumulative translation differences	6,435,250
Balance at 31 December 2023 and 1 January 2024	**35,267,713**
Recognition of fair value of interest rate swaps contract	12,189,360
Cumulative translation differences	22,525,735
Balance at 31 March 2024	**69,982,808**

9. Significant accounting policies

The following is a summary of the most important accounting policies used in the preparation of the consolidated financial statements, which are consistently applied to all financial years presented, unless otherwise stated.

9.1 Basis for preparing condensed consolidated financial statements

A) Compliance with Egyptian accounting standards

The interim condensed consolidated financial statements for the period ended 31 March 2024 have been prepared in accordance with the requirements of the Egyptian Accounting Standards (30) "Interim Financial Statements".

These interim condensed consolidated financial statements don't contain all the information required in preparing the full annual financial statements and should be read in conjunction with the company's annual consolidated financial statements as at 31 December 2023.

(In the notes all amounts are shown in EGP unless otherwise stated)

9. Significant accounting policies (continued)

9.1 Basis for preparing condensed consolidated financial statements (continued)

B) Significant accounting policies applied

These interim condensed consolidated financial statements have been prepared on a historical cost basis, except for certain financial assets that are measured at fair value or amortized cost, as appropriate. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The Group is not subject to any significant seasonality or cyclicality. The same accounting policies, presentation and methods of computation are followed in these condensed consolidated interim financial statements as were applied in the preparation of the consolidated financial statements for the year ended 31 December 2023.

10. Critical accounting estimates and judgements in applying accounting policies

Estimates and adjustments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

10.1 Accounting estimates and assumptions

The Group makes estimates and assumptions that affect the amounts recognised in the consolidated interim financial statements and the carrying amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Management also makes certain judgements, apart from those involving estimations, in the process of applying the accounting policies. Judgements that have the most significant effect on the amounts recognised in the consolidated interim financial statements and estimates that can cause a significant adjustment to the carrying amount of assets and liabilities within the next financial year include:

(a) Impairment in goodwill

The Group tests annually whether it is probable that goodwill may suffer any impairment in value, based on the recoverable amount for the cash generating unit which estimated by calculating value in use using net estimated cash flows before taxes based on approved budgets from the Group management during next five years. Group management determines assumptions related to discount rates and cash flow forecasting based on sales growth, operating costs, estimated profits. Taking into consideration capital expenditures for future renewable plans.

(b) Expected credit losses for trade receivables

Measurement of ECLs is a significant estimate that involves determination methodology, models and data inputs. The following components have a major impact on credit loss allowance: definition of default. SICR, probability of default ("PD"), exposure at default ("EAD"), and loss given default ("LGD"), as well as models of macro-economic scenarios. The Group regularly reviews and validates the models and inputs o the models to reduce any differences between expected credit loss estimates and actual credit loss experience.

(In the notes all amounts are shown in EGP unless otherwise stated)

10. Critical accounting estimates and judgements in applying accounting policies (continued)

10.1 Accounting estimates and assumptions (continued)

(c) Deferred income tax assets recognition

The recognised deferred tax assets represent income taxes recoverable through future deductions from taxable profits and are recorded in the consolidated statement of financial position. Deferred income tax assets are recorded to the extent that realisation of the related tax benefit is probable. This includes temporary difference expected to reverse in the future and the availability of sufficient future taxable profit against which the deductions can be utilized. The future taxable profits and the amount of tax benefits that are probable in the future are based on the medium term business plan prepared by management and extrapolated results thereafter. The business plan is based on management expectations that are believed to be reasonable under the circumstances.

(d) Provisions

Provisions are related to claims expected to be made by third parties in connection with the Group's operations. Provisions is recognised based on management study and in-light of its advisors opinion and shall be used for its intended purposes. In case of any differences between the actual claims received and the preliminary recorded amounts, such differences will affect the year in which these differences are occurred.

(e) Useful lives of Fixed assets

The estimation of the useful lives of items of property, plant and equipment is a matter of judgement based on the experience with similar assets. The future economic benefits embodied in the assets are consumed principally through use. However, other factors, such as technical or commercial obsolescence and wear and tear, often result in the diminution of the economic benefits embodied in the assets. Management assesses the remaining useful lives in accordance with the current technical conditions of the assets and estimated period during which the assets are expected to earn benefits for the Group. The following primary factors are considered: (a) the expected usage of the assets; (b) the expected physical wear and tear, which depends on operational factors and maintenance programme; and (c) the technical or commercial obsolescence arising from changes in market conditions.

10.2 Critical Judgements in applying the Group accounting policies

In general, applying the Group accounting policies does not require judgments (apart from those involving estimates, refer to Note 10.1) that have significant effects on the amounts recognised in the consolidated interim financial statements.

Critical judgments made by management in the application of EAS and key sources of estimation uncertainties were the same as those applied to the consolidated financial statements of the year ended 31 December 2023.

11. New accounting standards

On March 3, 2024, the prime minister has issued decree No. 636, amending the Egyptian Accounting Standard No.13 (EAS 13) "the effect of changes in foreign currency exchange rates", paragraph 57A, effective from 1 January 2024.

The Group has applied the amendment in paragraph EAS13.57A and made an assessment to determine whether there is lack of exchangeability of foreign currencies against the Egyptian Pound. Below is summary of the outcome of that assessment.

A) Lack of Exchangeability assessment

The Group assessed that there is no lack of exchangeability for assets denominated in foreign currencies as at 1 January 2024, the date of application of EAS 13 revised. This assessment was made on the premise that assets denominated in foreign currencies may be exchanged at the bank at any point of time without any difficulty.

The Group also assessed that there is no lack of exchangeability for liabilities denominated in foreign currencies, to the extent that foreign currency assets may be used to settle these liabilities. However, liabilities denominated in foreign currencies in excess of own assets denominated in foreign currencies, as at 1 January 2024, will not be sourced within the banking system, in a reasonable period of time. Therefore, it was assessed that lack of exchangeability exists for these balances, amounting to US$6.4 million.

To make an estimate of a reasonable exchange rate to use because of the lack of exchangeability of the Egyptian Pound against the US Dollar, the Group determined that the first rate that was available to the Group (US$1=EGP47.40) to source foreign currency subsequent to the application date of the revised standard will best represent a spot rate to use to translate the foreign currency liabilities that face lack of exchangeability at 1 January 2024.

(In the notes all amounts are shown in EGP unless otherwise stated)

11. New accounting standards

B) Currency Position

Below is summary of assets and liabilities denominated in US$ as at 1 January 2024:

Statement of financial positions line item	Balance as of 31 December 2023 USD
Assets	
Cash and cash equivalents	3,003,000
Account receivables	402,627
Due from related parties	253,780
Total	**3,659,407**
Liabilities	
Liabilities that do not have lack of exchangeability	
Loans	3,003,000
Due to related parties	253,780
Trade payables	402,627
Total	**3,659,407**
Liabilities that have lack of exchangeability	
Loans	5,953,706
Due to related parties	68,456
Trade payables	384,545
Total	**6,436,707**

C) Monetary effect of applying EAS 13 Revised

The following table represent the book value of non-exchangeable monetary liabilities affected on 1 January 2024, and their effects on opening retained earnings:

Description	Foreign currency	Balance in foreign currency	Difference of using the estimated exchange rate profit / n(loss)	Effect on R.E Increase / (decrease)	Deferred income tax liability
			EGP	EGP	EGP
Nonexchangeable liabilities	USD	(6,406,708)	(108,717,819)	(84,256,309)	(24,461,510)
Net		**(6,406,708)**	**(108,717,819)**	**(84,256,309)**	**(24,461,510)**