

**TAQA ARABIA COMPANY "S.A.E."**

**LIMITED REVIEW REPORT  
AND INTERIM CONDENSED SEPARATE  
FINANCIAL STATEMENTS  
FOR THE NINE-MONTH PERIOD ENDED  
30 SEPTEMBER 2023**



**Interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

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| <b>Contents</b>  | <b>Page</b> |
|--|-------------|
| Limited review report on the interim condensed separate financial statements | 1           |
| Interim condensed separate statement of financial position                   | 2           |
| Interim condensed separate statement of profit or loss                       | 3           |
| Interim condensed separate statement of comprehensive income                 | 4           |
| Interim condensed separate statement of changes in equity                    | 5           |
| Interim condensed separate statement of cash flows                           | 6           |
| Notes to the interim condensed separate financial statements                 | 7 – 23      |



## Limited review report on the interim condensed separate 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 separate statement of financial position of TAQA Arabia Company "S.A.E." (the "Company") as of 30 September 2023 and the related interim condensed separate statements of profit or loss, comprehensive income, changes in equity and cash flows for the nine-month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed separate financial statements in accordance with the Egyptian Accounting Standard 30 "Interim financial reporting", and our responsibility is to express a conclusion on these interim condensed separate 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 separate 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 separate financial statements are not prepared, in all material respects, in accordance with Egyptian Accounting Standard 30 "Interim financial reporting".



12 November 2023

## Interim condensed separate statement of financial position - As of 30 September 2023

(All amounts in EGP)

|   | Note  | 30 September<br>2023 | 31 December<br>2022  |
|---|-------|----------------------|----------------------|
| <b>Assets</b>   |       |                      |                      |
| <b>Non-current assets</b>   |       |                      |                      |
| Property and equipment  | 3     | 1,612,357            | 967,846              |
| Investments in subsidiaries and associates                        |       | 959,784,538          | 947,454,539          |
| Financial assets at fair value through other comprehensive income |       | 51,261,460           | 51,261,460           |
| Right of use assets   |       | 12,279,319           | 14,655,043           |
| <b>Total non-current assets</b>                                   |       | <b>1,024,937,674</b> | <b>1,014,338,888</b> |
| <b>Current assets</b>   |       |                      |                      |
| Debtors and other debit balances                                  |       | 101,043,297          | 14,459,015           |
| Due from related parties  | 5     | 374,570,724          | 214,003,251          |
| Cash on hand, at banks and highly liquid investments              | 2.(A) | 495,216,503          | 2,365,195,650        |
| <b>Total current assets</b>                                       |       | <b>970,830,524</b>   | <b>2,593,657,916</b> |
| <b>Total assets</b>   |       | <b>1,995,768,198</b> | <b>3,607,996,804</b> |
| <b>Equity</b>   |       |                      |                      |
| Paid-up capital   | 6     | 676,176,900          | 676,176,900          |
| Legal reserve   |       | 94,242,945           | 84,405,204           |
| Share premium   |       | 6,501,700            | 6,501,700            |
| Retained earnings   |       | 326,255,551          | 258,709,024          |
| <b>Total equity</b>   |       | <b>1,103,177,096</b> | <b>1,025,792,828</b> |
| <b>Liabilities</b>  |       |                      |                      |
| <b>Non-current liabilities</b>                                    |       |                      |                      |
| Loans   | 2.(B) | 89,190,399           | 133,761,831          |
| Lease liabilities - non-current                                   |       | 12,930,387           | 13,724,183           |
| Deferred tax liabilities - net                                    |       | 4,582,467            | 4,582,467            |
| <b>Total non-current liabilities</b>                              |       | <b>106,703,253</b>   | <b>152,068,481</b>   |
| <b>Current liabilities</b>  |       |                      |                      |
| Trade payables  |       | 2,190,171            | 3,741,042            |
| Creditors and other credit balances                               |       | 48,210,471           | 44,577,807           |
| Lease liabilities - current                                       |       | 160,029              | 1,165,852            |
| Due to related parties  | 5     | 637,138,411          | 465,929,490          |
| Bank facilities   |       | -                    | 1,816,532,537        |
| Loans   | 2.(B) | 90,000,000           | 90,000,000           |
| Provisions  |       | 8,188,767            | 8,188,767            |
| <b>Total current liabilities</b>                                  |       | <b>785,887,849</b>   | <b>2,430,135,495</b> |
| <b>Total Equity and liabilities</b>                               |       | <b>1,995,768,198</b> | <b>3,607,996,804</b> |

- The accompanying notes on pages 7 to 23 form an integral part of these interim condensed separate financial statements.

  
Mr. Ahmed El Ruby  
Deputy Chief financial officer

  
Mr. Peter Mofeed  
Chief Financial Officer

  
Mrs. Pakinam Kafafi  
Managing Director

9 November 2023

Limited review report attached.

**Interim condensed separate statement of profit or loss**  
**For the nine-month period ended 30 September 2023**

(All amounts in EGP)

|   | Note  | Nine months ended<br>30 September |                   | Three months ended<br>30 September |                    |
|---|-------|-----------------------------------|-------------------|------------------------------------|--------------------|
|   |       | 2023                              | 2022              | 2023                               | 2022               |
| Revenues                                | 4.(A) | 218,651,906                       | 134,994,735       | 19,851,112                         | 16,114,396         |
| General and administrative expenses     | 4.(B) | (113,681,145)                     | (56,903,999)      | (28,752,520)                       | (19,003,857)       |
| Dividend tax                            |       | (11,427,465)                      | (7,732,011)       | -                                  | -                  |
| Finance income - net                    | 4.(C) | 17,781,805                        | 4,923,062         | 4,769,296                          | 76,578             |
| Foreign currency exchange gain          |       | 16,382,242                        | 5,973,102         | 1,568,880                          | 3,691,174          |
| Depreciation and amortization expense   |       | (1,661,210)                       | (806,820)         | (507,691)                          | (579,996)          |
| <b>Profit/(loss) before tax</b>         |       | <b>126,046,133</b>                | <b>80,448,069</b> | <b>(3,070,923)</b>                 | <b>298,295</b>     |
| Income & treasury bills tax expense     | 4.(D) | (29,970,158)                      | (7,057,464)       | (4,144,142)                        | (1,304,947)        |
| <b>Net profit/(loss) for the period</b> |       | <b>96,075,975</b>                 | <b>73,390,605</b> | <b>(7,215,065)</b>                 | <b>(1,006,652)</b> |
| <b>Basic earnings/(loss) per share</b>  | 4.(E) | <b>0,071</b>                      | <b>0,054</b>      | <b>(0,005)</b>                     | <b>(0,001)</b>     |

- The accompanying notes on pages 7 to 23 form an integral part of these interim condensed separate financial statements.

**Interim condensed separate statement of comprehensive income**  
**For the nine-month period ended 30 September 2023**

(All amounts in EGP)

|  | Nine months ended<br>30 September |                   | Three months ended<br>30 September |                    |
|--|-----------------------------------|-------------------|------------------------------------|--------------------|
|  | 2023                              | 2022              | 2023                               | 2022               |
| Net profit/(loss) for the period                     | 96,075,975                        | 73,390,605        | (7,215,065)                        | (1,006,652)        |
| Other comprehensive income                           | -                                 | -                 | -                                  | -                  |
| <b>Total comprehensive<br/>income for the period</b> | <b>96,075,975</b>                 | <b>73,390,605</b> | <b>(7,215,065)</b>                 | <b>(1,006,652)</b> |

- The accompanying notes on pages 7 to 23 form an integral part of these interim condensed separate financial statements.

**Interim condensed separate statement of changes in equity  
For the nine-month period ended 30 September 2023**

(All amounts in EGP)

|   | <b>Paid up<br/>capital</b> | <b>Share<br/>premium</b> | <b>Legal<br/>reserve</b> | <b>Retained<br/>earnings</b> | <b>Total<br/>equity</b> |
|---|----------------------------|--------------------------|--------------------------|------------------------------|-------------------------|
| <b>Balance at 1 January 2022</b>              | <b>676,176,900</b>         | <b>6,501,700</b>         | <b>74,146,808</b>        | <b>261,846,978</b>           | <b>1,018,672,386</b>    |
| Total comprehensive income for the period     | -                          | -                        | -                        | 73,390,605                   | 73,390,605              |
| Transferred to legal reserve                  | -                          | -                        | 10,258,396               | (10,258,396)                 | -                       |
| Dividends for shareholders                    |                            |                          |                          | (77,000,000)                 | (77,000,000)            |
| Board of directors and employees profit share | -                          | -                        | -                        | (15,634,372)                 | (15,634,372)            |
| <b>Balance at 30 September 2022</b>           | <b>676,176,900</b>         | <b>6,501,700</b>         | <b>84,405,204</b>        | <b>232,344,815</b>           | <b>999,428,619</b>      |
| <b>Balance at 1 January 2023</b>              | <b>676,176,900</b>         | <b>6,501,700</b>         | <b>84,405,204</b>        | <b>258,709,024</b>           | <b>1,025,792,828</b>    |
| Total comprehensive income for the period     | -                          | -                        | -                        | 96,075,975                   | 96,075,975              |
| Transferred to legal reserve                  | -                          | -                        | 9,837,741                | (9,837,741)                  | -                       |
| Board of directors and employees profit share | -                          | -                        | -                        | (18,691,707)                 | (18,691,707)            |
| <b>Balance at 30 September 2023</b>           | <b>676,176,900</b>         | <b>6,501,700</b>         | <b>94,242,945</b>        | <b>326,255,551</b>           | <b>1,103,177,096</b>    |

- The accompanying notes on pages 7 to 23 form an integral part of these interim condensed separate financial statements.

**Interim condensed separate statement of cash flows**  
**For the nine-month period ended 30 September 2023**

(All amounts in EGP)

|   | Note  | 30 September<br>2023   | 30 September<br>2022   |
|---|-------|------------------------|------------------------|
| <b>Cash flows from operating activities</b>                                       |       |                        |                        |
| <b>Profit for the period before income tax</b>                                    |       | <b>126,046,133</b>     | <b>80,448,069</b>      |
| <b>Adjusted for:</b>  |       |                        |                        |
| Depreciation of property and equipment  | 3     | 410,090                | 362,728                |
| Amortization - right of use assets  |       | 1,251,120              | 444,092                |
| Income from investment in subsidiaries  |       | (137,160,087)          | (83,400,183)           |
| Interest expense  |       | 161,753,304            | 62,030,972             |
| Interest income   |       | (182,072,568)          | (68,739,550)           |
| Loan commission   |       | 428,568                | 428,568                |
| Lease interest  |       | 1,571,110              | 750,581                |
| <b>Operating loss before changes in working capital</b>                           |       | <b>(27,772,330)</b>    | <b>(7,674,723)</b>     |
| <b>Changes in working capital</b>   |       |                        |                        |
| Trade receivables and other debit balances  |       | (65,241,197)           | (1,735,002)            |
| Related parties   |       | 40,560,964             | 82,020,083             |
| Trade payables and other credit balances  |       | 13,584,924             | (45,113,224)           |
| <b>Cash generated from / (used in) operating activities</b>                       |       | <b>(38,867,639)</b>    | <b>27,497,134</b>      |
| Board of directors and employees profit share paid                                |       | (22,027,888)           | (25,556,137)           |
| Treasury bills tax paid   |       | (30,763,587)           | (5,752,517)            |
| Interest expense paid   |       | (164,153,553)          | (23,790,970)           |
| <b>Net Cash flows used in operating activities</b>                                |       | <b>(255,812,667)</b>   | <b>(27,602,490)</b>    |
| <b>Cash flows from investing activities</b>                                       |       |                        |                        |
| Payments for additions of property and equipment                                  | 3     | (1,054,601)            | (833,682)              |
| Proceeds from revenues from investment in subsidiaries                            |       | 124,267,299            | 83,400,183             |
| Interest received   |       | 160,729,483            | 50,522,558             |
| Change in investments in treasury bills for more than three months                |       | -                      | 1,828,739,119          |
| Payments for purchase of investments in subsidiaries                              |       | (12,329,999)           | (7,720,019)            |
| <b>Net cash flows generated from investing activities</b>                         |       | <b>271,612,182</b>     | <b>1,954,108,159</b>   |
| <b>Cash flows from financing activities</b>                                       |       |                        |                        |
| Shareholders dividends  |       | (22,000,000)           | (92,630,000)           |
| Repayment to loans  |       | (45,000,000)           | (45,000,000)           |
| Change in bank facilities   |       | (1,816,532,537)        | (1,527,060,970)        |
| Lease liability payments  |       | (2,246,125)            | (1,698,750)            |
| <b>Net cash flows used in financing activities</b>                                |       | <b>(1,885,778,662)</b> | <b>(1,666,389,720)</b> |
| <b>Net changes in cash and cash equivalent</b>                                    |       | <b>(1,869,979,147)</b> | <b>260,115,949</b>     |
| Cash and cash equivalent at the beginning of the period                           |       | 1,982,585,985          | 47,383,988             |
| Less: restricted cash of the period   |       | (2,859,628)            | -                      |
| <b>Cash on hand and at bank and highly liquid investment at the end of period</b> | 2.(A) | <b>109,747,210</b>     | <b>307,499,937</b>     |
| <b>Non-cash transactions</b>  |       |                        |                        |

An amount of EGP 39,287,631 has been excluded from debtors and other debit balances as this represents the portion of interest income that is not yet received.

An amount of EGP 3,336,181 has been excluded from trade payables and other credit balances as this amount represents portion of paid employees' profit share stated above.

An amount of EGP 22,000,000 has been excluded as this represents the dividends paid to shareholders in the current period in the form of excluding 17,026,728 EGP from related parties and 4,973,272 EGP from trade payables and other credit balances.

An amount of EGP 12,892,788 has been excluded from related parties as this amount represents the uncollected revenue from investment in subsidiaries.

- The accompanying notes on pages 7 to 23 form an integral part of these interim condensed separate financial statements.



(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

## 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.

The Company 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.
- Providing consulting services in the areas mentioned above.

The separate interim financial statements have been approved for issuance by the Board of Directors on 9 November 2023 , and the Shareholders' General Assembly has the right to amend the financial statements after its issuance.

## 2. Financial assets and financial liabilities

### A) Cash on hand, at banks and highly liquid investments

|  | <u>30 September<br/>2023</u> | <u>31 December<br/>2022</u> |
|--|------------------------------|-----------------------------|
| Treasury bills **                          | 2,859,628                    | 1,914,953,088               |
| Time deposits *                            | 383,025,414                  | 411,025,480                 |
| Current accounts - foreign currencies      | 42,669,021                   | 23,342,568                  |
| Current accounts - EGP                     | 66,895,090                   | 16,141,612                  |
| Cash on hand                               | 183,099                      | 148,651                     |
|  | <u>495,632,252</u>           | <u>2,365,611,399</u>        |
| Provision for Impairment of time deposits  | (103,417)                    | (103,417)                   |
| Provision for Impairment of treasury bills | (312,332)                    | (312,332)                   |
|  | <u>495,216,503</u>           | <u>2,365,195,650</u>        |

\* Time deposits disclosed above include short-term deposits amounting to EGP 383,025,414 that are held by HSBC Bank Egypt as a collateral against the loan granted by HSBC Bank Egypt to Citadel Capital for International Investments and in accordance with the Ordinary General Assembly meeting held on 4 September 2022, the renewal was approved until 31 December 2023.

\*\* There is a financial guarantee in the form of treasury bills amounting to EGP 2,859,628 held by HSBC Bank Egypt to issue a letter of guarantee, and it is considered among the restricted cash.

Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**2. Financial assets and financial liabilities (continued)**

**A) Cash on hand, at banks and highly liquid investments (continued)**

For the purposes of preparation of statement of cash flows, cash and cash equivalents comprises of:

|  | <u>30 September<br/>2023</u> | <u>31 December<br/>2022</u> |
|--|------------------------------|-----------------------------|
| Cash on hand, at banks and highly liquid investments | 495,632,252                  | 2,365,611,399               |
| (Less): Restricted cash                              | (385,885,042)                | (383,025,414)               |
|  | <u>109,747,210</u>           | <u>1,982,585,985</u>        |

**B) Borrowings**

|           | <u>30 September 2023</u>   |                                     |                    | <u>31 December 2022</u>    |                                     |                    |
|-----------|----------------------------|-------------------------------------|--------------------|----------------------------|-------------------------------------|--------------------|
|           | <u>Current<br/>portion</u> | <u>Non-<br/>current<br/>portion</u> | <u>Total</u>       | <u>Current<br/>portion</u> | <u>Non-<br/>current<br/>portion</u> | <u>Total</u>       |
| HSBC Bank | 90,000,000                 | 89,190,399                          | 179,190,399        | 90,000,000                 | 133,761,831                         | 223,761,831        |
|           | <u>90,000,000</u>          | <u>89,190,399</u>                   | <u>179,190,399</u> | <u>90,000,000</u>          | <u>133,761,831</u>                  | <u>223,761,831</u> |

Short-term portion is represented as follows:

|                               | <u>30 September<br/>2023</u> | <u>31 December<br/>2022</u> |
|-------------------------------|------------------------------|-----------------------------|
| Accrued balance during a year | 90,000,000                   | 90,000,000                  |
| Future interest during a year | 25,875,000                   | 40,940,000                  |
| <b>Total</b>                  | <u>115,875,000</u>           | <u>130,940,000</u>          |

The table below summarises the maturities of the loans at 30 September 2023 and 31 December 2022, based on contractual payment dates and current market interest rates:

|                          | <u>Less than 6<br/>months</u> | <u>From 6 months<br/>to 1 year</u> | <u>From 1 year<br/>to 2 years</u> | <u>More than<br/>2 years</u> |
|--------------------------|-------------------------------|------------------------------------|-----------------------------------|------------------------------|
| <b>30 September 2023</b> |                               |                                    |                                   |                              |
| Borrowings               | 45,000,000                    | 45,000,000                         | 89,190,399                        | -                            |
|                          | <u>45,000,000</u>             | <u>45,000,000</u>                  | <u>89,190,399</u>                 | <u>-</u>                     |
| <b>31 December 2022</b>  |                               |                                    |                                   |                              |
| Borrowings               | 45,000,000                    | 45,000,000                         | 90,000,000                        | 43,761,831                   |
|                          | <u>45,000,000</u>             | <u>45,000,000</u>                  | <u>90,000,000</u>                 | <u>43,761,831</u>            |

**HSBC Bank**

- The loan of EGP 450 million was obtained from the bank on 17 October 2017, The amount withdrawn from the loan until 30 September 2023 amounted to EGP 450,000,000, in addition to accrued interests.
- The loan is repaid on 12 semi-annual instalments. The first instalment is due on March 2019, and the last instalment is due on March 2025.



(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**2. Financial assets and financial liabilities (continued)**

**B) Borrowings (continued)**

Securities

- Pledge of Gas Group' shares and its subsidiaries.
- The company or any of the gas companies obtain financing from any party other than the bank, except after obtaining a prior written approval from the bank.
- Changing the structure of shareholders by entering a new shareholder with a percentage exceeding 10%, except after obtaining a prior written approval from the bank.
- Non-distribution dividends to TAQA Arabia Company's shareholders in the event of a breach or failure of the bank to satisfy the debt service rate.
- The ratio of loans to the capital structure (gearing ratio) should not exceed 2:1 during the financing period and until the financing is repaid out of the principal, return, commissions, expenses and any amounts payable.

**C) Maturities of financial liabilities**

Prudent liquidity risk management implies maintaining sufficient cash and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the Company's liquidity requirements to ensure it has sufficient cash to meet operational needs while maintaining sufficient headroom on its undrawn committed borrowing facilities at all times so that the Company does not breach borrowing limits or covenants on any of its borrowing facilities. Such forecasting takes into consideration the Company debt financing plans, covenant compliance, compliance with internal balance sheet ratio targets.

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for: all non-derivative financial liabilities, and net and gross settled derivative financial instruments for which the contractual maturities are essential for an understanding of the timing of the cash flows.

**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**2. Financial assets and financial liabilities (continued)**

**C) Maturities of financial liabilities (continued)**

The amounts disclosed in the table are the contractual undiscounted cash flows.

|  | <b>Less than<br/>6 months</b> | <b>From 6<br/>months to 1<br/>year</b> | <b>From 1<br/>year to 2<br/>years</b> | <b>More than<br/>2 years</b> |
|--|-------------------------------|--|---------------------------------------|------------------------------|
| <b><u>30 September 2023</u></b>            |                               |  |                                       |                              |
| Trade payables and other credit balances   | 50,400,642                    | -                                      | -                                     | -                            |
| Due to related parties                     | -                             | 637,138,411                            | -                                     | -                            |
| Borrowings                                 | 45,000,000                    | 45,000,000                             | 89,190,399                            | -                            |
| Future interest payments                   | 15,525,000                    | 10,350,000                             | 5,287,500                             | -                            |
| Financial guarantee less likely to be paid | 383,025,414                   | -                                      | -                                     | -                            |
| Lease liability                            | 1,339,181                     | 1,432,613                              | 3,187,563                             | 20,851,456                   |
| <b>Total</b>                               | <b>495,290,237</b>            | <b>693,921,024</b>                     | <b>97,665,462</b>                     | <b>20,851,456</b>            |
| <b><u>31 December 2022</u></b>             |                               |  |                                       |                              |
| Trade payables and other credit balances   | 48,318,849                    | -                                      | -                                     | -                            |
| Due to related parties                     | -                             | 465,929,490                            | -                                     | -                            |
| Borrowings                                 | 45,000,000                    | 45,000,000                             | 90,000,000                            | 43,761,831                   |
| Future interest payments                   | 23,057,500                    | 17,882,500                             | 20,240,000                            | 2,580,000                    |
| Financial guarantee less likely to be paid | 383,025,414                   | -                                      | -                                     | -                            |
| Lease liability                            | 1,566,625                     | 1,189,125                              | 2,497,163                             | 17,834,756                   |
| <b>Total</b>                               | <b>500,968,388</b>            | <b>530,001,115</b>                     | <b>112,737,163</b>                    | <b>64,176,587</b>            |

\* The financial guarantee amounting to 383,025,414 EGP are held by HSBC Bank Egypt as collateral against the loan granted by HSBC Bank Egypt to Citadel Capital for International Investments and in accordance with the Ordinary General Assembly meeting held on 4 September 2022, the renewal was approved until 31 December 2023.

**TAQA ARABIA COMPANY (S.A.E)**



**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**3. Property and equipment**

**At 1 January 2022**

|                          | Motor Vehicles | Office equipment | Furniture | Computers and communications | Total       |
|--------------------------|----------------|------------------|-----------|------------------------------|-------------|
| Cost                     | 568,690        | 498,998          | 629,795   | 2,552,933                    | 4,250,416   |
| Accumulated depreciation | (568,690)      | (490,916)        | (575,799) | (1,936,395)                  | (3,571,800) |
| Net book value           | -              | 8,082            | 53,996    | 616,538                      | 678,616     |

**Year ended 31 December 2022**

|   |   |         |          |           |           |
|---|---|---------|----------|-----------|-----------|
| Net book value at the beginning of the year | - | 8,082   | 53,996   | 616,538   | 678,616   |
| Additions                                   | - | 13,299  | 212,691  | 493,203   | 719,193   |
| Depreciation expense                        | - | (2,483) | (42,205) | (385,275) | (429,963) |
| Net book value at the end of the year       | - | 18,898  | 224,482  | 724,466   | 967,846   |

**At 31 December 2022**

|                          |           |           |           |             |             |
|--------------------------|-----------|-----------|-----------|-------------|-------------|
| Cost                     | 568,690   | 512,297   | 842,486   | 3,046,136   | 4,969,609   |
| Accumulated depreciation | (568,690) | (493,399) | (618,004) | (2,321,670) | (4,001,763) |
| Net book value           | -         | 18,898    | 224,482   | 724,466     | 967,846     |

**Period ended 30 September 2023**

|   |   |         |          |           |           |
|---|---|---------|----------|-----------|-----------|
| Net book value at the beginning of the period | - | 18,898  | 224,482  | 724,466   | 967,846   |
| Additions                                     | - | -       | 26,500   | 1,028,101 | 1,054,601 |
| Depreciation expense                          | - | (3,191) | (53,132) | (353,767) | (410,090) |
| Net book value at the end of the period       | - | 15,707  | 197,850  | 1,398,800 | 1,612,357 |

**At 30 September 2023**

|                          |           |           |           |             |             |
|--------------------------|-----------|-----------|-----------|-------------|-------------|
| Cost                     | 568,690   | 512,297   | 868,986   | 4,074,237   | 6,024,210   |
| Accumulated depreciation | (568,690) | (496,590) | (671,136) | (2,675,437) | (4,411,853) |
| Net book value           | -         | 15,707    | 197,850   | 1,398,800   | 1,612,357   |

**Notes to the interim condensed separate financial statements  
 For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**3. Property and equipment (continued)**

Depreciation expense is allocated in the statement of profit or loss as follows:

|                      | <u>30 September<br/>2023</u> | <u>31 December<br/>2022</u> |
|----------------------|------------------------------|-----------------------------|
| Depreciation expense | 410,090                      | 429,963                     |
|                      | <u>410,090</u>               | <u>429,963</u>              |

**4. Profit and loss information**
**4.(A) Revenues**

|   | <u>Nine-month ended</u>      |                              | <u>Three-month ended</u>     |                              |
|---|------------------------------|------------------------------|------------------------------|------------------------------|
|   | <u>30 September<br/>2023</u> | <u>30 September<br/>2022</u> | <u>30 September<br/>2023</u> | <u>30 September<br/>2022</u> |
| <b>(A) Revenues from investments in subsidiaries</b>                                |                              |                              |                              |                              |
| TAQA Gas and Energy<br>Company "TAQA Gas" S.A.E.                                    | 33,062,147                   | 56,437,488                   | -                            | -                            |
| International Gas Company<br>"House Gas" S.A.E.                                     | 32,291,026                   | 20,882,625                   | -                            | -                            |
| TAQA for Electricity,<br>Generation and Distribution for<br>Industrial Zones S.A.E. | 29,630,385                   | -                            | -                            | -                            |
| Qatar Gas Group L.L.C   | 22,885,399                   | 6,080,070                    | -                            | -                            |
| TAQA Marketing for Oil<br>Production Company S.A.E<br>(Taqa marketing)              | 9,814,075                    | -                            | -                            | -                            |
| TAQA Gas Services S.A.E.  | 6,642,055                    | -                            | -                            | -                            |
| Master Gas Company S.A.E.   | 2,835,000                    | -                            | -                            | -                            |
| <b>Total revenues from<br/>investments in subsidiaries</b>                          | <u>137,160,087</u>           | <u>83,400,183</u>            | <u>-</u>                     | <u>-</u>                     |
| <b>(B) Consultancy revenue</b>  |                              |                              |                              |                              |
| Consultancy revenue   | 81,491,819                   | 51,594,552                   | 19,851,112                   | 16,114,396                   |
| <b>Total revenues</b>   | <u>218,651,906</u>           | <u>134,994,735</u>           | <u>19,851,112</u>            | <u>16,114,396</u>            |

**Notes to the interim condensed separate financial statements  
 For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**4. Profit and loss information (continued)**
**4.(B) General and administrative expenses**

|                    | Nine-month ended     |                      | Three-month ended    |                      |
|--------------------|----------------------|----------------------|----------------------|----------------------|
|                    | 30 September<br>2023 | 30 September<br>2022 | 30 September<br>2023 | 30 September<br>2022 |
| Other expenses     | 81,056,111           | 30,293,067           | 17,662,736           | 10,509,933           |
| Salaries and wages | 32,625,034           | 26,610,932           | 11,089,784           | 8,493,924            |
| <b>Total</b>       | <b>113,681,145</b>   | <b>56,903,999</b>    | <b>28,752,520</b>    | <b>19,003,857</b>    |

**4.(C) Finance income – Net**

|                            | Nine-month ended     |                      | Three-month ended    |                      |
|----------------------------|----------------------|----------------------|----------------------|----------------------|
|                            | 30 September<br>2023 | 30 September<br>2022 | 30 September<br>2023 | 30 September<br>2022 |
| Interest income            | 182,072,568          | 68,739,550           | 27,849,091           | 17,104,519           |
| <b>Finance income</b>      | <b>182,072,568</b>   | <b>68,739,550</b>    | <b>27,849,091</b>    | <b>17,104,519</b>    |
| Interest expense           | (161,753,304)        | (62,030,973)         | (22,395,091)         | (16,311,943)         |
| Lease interest expense     | (1,571,110)          | (750,581)            | (438,523)            | (334,928)            |
| Bank charges               | (966,349)            | (1,034,934)          | (246,181)            | (381,070)            |
| <b>Finance cost</b>        | <b>(164,290,763)</b> | <b>(63,816,488)</b>  | <b>(23,079,795)</b>  | <b>(17,027,941)</b>  |
| <b>Finance income -net</b> | <b>17,781,805</b>    | <b>4,923,062</b>     | <b>4,769,296</b>     | <b>76,578</b>        |

**4. (D) Income tax and treasury bills tax expense**

|                          | Nine-month ended     |                      | Three-month ended    |                      |
|--------------------------|----------------------|----------------------|----------------------|----------------------|
|                          | 30 September<br>2023 | 30 September<br>2022 | 30 September<br>2023 | 30 September<br>2022 |
| Current income tax       | -                    | 1,304,947            | -                    | -                    |
| Treasury bills tax       | 29,970,158           | 5,752,517            | 4,144,142            | 1,304,947            |
| <b>Total tax expense</b> | <b>29,970,158</b>    | <b>7,057,464</b>     | <b>4,144,142</b>     | <b>1,304,947</b>     |

The tax expense on the Company's profit before tax differs from the theoretical amount of income tax expense that would arise using the weighted average tax rate on the company's Profits, is as follows:

|  | 30 September<br>2023 | 30 September<br>2022 |
|--|----------------------|----------------------|
| Profit before income tax   | 126,046,133          | 80,448,069           |
| Tax calculated using tax rate (22.5%)                                  | 28,360,380           | 18,100,816           |
| Tax effect for expenses and income not deducted/added for tax purposes | (28,360,380)         | (16,795,869)         |
| <b>Income tax expense</b>  | <b>-</b>             | <b>1,304,947</b>     |

**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**4. Profit and loss information (continued)**

**4.(E) Basic earnings/ loss per share**

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

|  | Nine-month ended     |                      | Three-month ended    |                      |
|--|----------------------|----------------------|----------------------|----------------------|
|  | 30 September<br>2023 | 30 September<br>2022 | 30 September<br>2023 | 30 September<br>2022 |
| Net profit attributable to the shareholders of the Company | 96,075,975           | 73,390,605           | (7,215,065)          | (1,006,652)          |
| Weighted average number of ordinary paid and issued shares | 1,352,353,800        | 1,352,353,800        | 1,352,353,800        | 1,352,353,800        |
| <b>Basic earnings/losses per share</b>                     | <b>0,071</b>         | <b>0,054</b>         | <b>(0,005)</b>       | <b>(0,001)</b>       |

**5. Related parties**

The Company entered 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 company's board of directors, affiliates, companies under common control, and/ or joint management and control, and their partners and employees of senior management. The parties of the joint arrangement and the non-controlling interest are considered by the Company as related parties. The management decides the terms and conditions of transactions and services provided from/ to related parties, as well as other expenses. The below table summarises the nature and volume of transactions with related parties during the year, and the balances due at the date of the separate financial statements:



(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**5. Related parties (continued)**

**(A) Transactions with related parties:**

| <u>Name of the Company</u>  | <u>Nature of transactions</u> | <u>Nature of relation</u> | <u>30 September 2023</u> | <u>31 December 2022</u> |
|---|-------------------------------|---------------------------|--------------------------|-------------------------|
|   | Dividends                     |                           | 29,755,936               | 157,040,425             |
| TAQA Gas and Energy Company "TAQA Gas" S.A.E.                                   | Payments on behalf            |                           | 39,684                   | 582,155                 |
| TAQA for Electricity, Generation and Distribution for Industrial Zones – S.A.E. | Consultation                  | Subsidiary                | 38,203,575               | 35,831,227              |
| Trans gas Company S.A.E.  | Dividends                     | Subsidiary                | 26,667,347               | -                       |
|   | Consultation                  | Subsidiary                | 5,833,977                | 2,923,963               |
|   | Consultation                  |                           | 6,333,112                | 5,207,256               |
| Master Gas Company S.A.E.   | Payments on behalf            |                           | -                        | 104,720                 |
|   | Dividend                      | Subsidiary                | 2,551,500                | -                       |
|   | Consultation                  |                           | 6,455,831                | 7,923,909               |
| International Gas House Company S.A.E.  | Dividends                     |                           | 29,061,923               | 18,794,363              |
| TAQA for Marketing Petroleum Products Company – (TAQA Petroleum) S.A.E          | Payments on behalf            | Subsidiary                | -                        | 460,400                 |
|   | Consultation                  |                           | 17,783,951               | 10,592,685              |
| Global for Energy Company S.A.E   | Dividends                     | Subsidiary                | -                        | 14,971,821              |
|   | Consultations                 |                           | 4,194,515                | 7,171,010               |
| Fine Eng for Financial and Engineering Consultancy S.A.E                        | Payments on behalf            | Subsidiary                | -                        | 96,416                  |
| TAQA for Desalination and Water Treatment Company S.A.E.                        | Payments on behalf            | Subsidiary                | -                        | 25,167                  |
|   | Payments on behalf            |                           | -                        | 3,236                   |
| Taqa for Gas services Company S.A.E   | Payments on behalf            |                           | -                        | 54,902                  |
|   | Consultations                 |                           | 2,686,859                | 1,853,535               |
| TAQA Arabia for Solar Energy S.A.E  | Dividends                     | Subsidiary                | 5,977,849                | -                       |
|   |                               |                           | 342,749                  |                         |
| Qatar Gas Group Company L.L.C   | Payments on behalf            | Subsidiary                | -                        | 235,482                 |
| Silverstone Capital Investment LTD  | Dividend                      | Subsidiary                | 22,885,399               | 6,080,070               |
|   | Dividend                      | Shareholder Parent        | -                        | 124,974,747             |
| Trimstone Assets Holdings LTD   | Dividend                      | Company                   | -                        | 8,755,545               |
| Citadel Capital for International Investments LTD                               | Dividend                      | Shareholder               | -                        | 935,646                 |
| TAQA Arabia International Holding LTD   | Payments on behalf            | Subsidiary                | -                        | 1,479,596               |
| TAQA PV for Solar Energy S.A.E.   | Payments on behalf            | Subsidiary                | -                        | 374,112                 |
| TAQA Arabia BV Company  | Payments on behalf            | Subsidiary                | -                        | 724,950                 |
| TAQA for industrial Zones S.A.E.  | Payments on behalf            | Subsidiary                | -                        | 1,677                   |
| TAQA Bolivar S.A.E.   | Payments on behalf            | Subsidiary                | -                        | 81,770                  |
| Rosetta for Energy Solutions Company L.L.C.                                     | Payments on behalf            | Subsidiary                | -                        | 313,330                 |
| TAQA Arabia International holding Company LTD                                   | Payments on behalf            | Subsidiary                | -                        | 4,554,702               |
| TAQA Green Energy BV Company  | Payments on behalf            | Subsidiary                | 545,244                  | 1,131,806               |

**Notes to the interim condensed separate financial statements  
 For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**5. Related parties (continued)**
**(B) Due from related parties:**

| Name of the Company                                    | 30 September<br>2023 | 31 December<br>2022 |
|--|----------------------|---------------------|
| TAQA PV for Solar Energy S.A.E.                        | 108,946,922          | 65,096,490          |
| TAQA Arabia International Holding LTD                  | 84,526,314           | 65,034,261          |
| TAQA for Desalination and Water Treatment S.A.E.       | 79,006,813           | 50,252,924          |
| International Gas Company "House Gas" S.A.E.           | 50,257,976           | 14,674,799          |
| TAQA Arabia BV Company                                 | -                    | 5,620,991           |
| Qatar Gas Group L.L.C.                                 | 13,609,005           | -                   |
| Trans Gas S.A.E.                                       | 12,872,149           | 7,114,614           |
| Rosetta for Energy Solutions Company                   | 12,418,109           | 3,939,989           |
| TAQA for Gas Services S.A.E.                           | 937,321              | 415,846             |
| Master Gas S.A.E.                                      | 9,362,487            | -                   |
| TAQA Green Energy BV Company                           | 1,676,315            | 1,131,071           |
| TAQA Arabia for Solar Energy S.A.E.                    | 578,231              | 235,482             |
| Arabian Libyan Company for Energy L.L.C.               | 461,365              | 461,365             |
| TAQA for Industrial Zones S.A.E                        | 1,677                | 1,677               |
| TAQA Bolivar S.A.E.                                    | 81,770               | 81,770              |
| TAQA for Producing and Distributing electricity S.A.E. | -                    | 107,702             |
|  | <b>374,736,454</b>   | <b>214,168,981</b>  |
| Provision for Impairment of due from parties           | (165,730)            | (165,730)           |
| <b>Total</b>   | <b>374,570,724</b>   | <b>214,003,251</b>  |

**(C) Due to related parties:**

| Name of the Company   | 30 September<br>2023 | 31 December<br>2022 |
|---|----------------------|---------------------|
| TAQA Gas and Energy Company "TAQA Gas" S.A.E.                                   | 366,246,957          | 224,310,507         |
| TAQA Global for Energy S.A.E.   | 106,097,818          | 94,022,702          |
| TAQA for Electricity, Water and Cooling S.A.E.                                  | 84,019,001           | 76,428,289          |
| TAQA for Electricity, Generation and Distribution for Industrial Zones – S.A.E. | 33,444,185           | -                   |
| TAQA for Marketing Petroleum Products Company – (TAQA Petroleum) S.A.E          | 35,522,874           | 40,853,496          |
| Gulf Gas and Energy Company   | 9,743,884            | 9,743,884           |
| Gas and Energy Company Ltd.   | 2,063,692            | 2,063,692           |
| Silverstone for Investment Company  | -                    | 15,801,405          |
| Fine Eng for Financial and Engineering Consultancy S.A.E                        | -                    | 1,446,409           |
| Trimstone Assets Holdings Company   | -                    | 1,107,023           |
| Citadel Capital for International Investments Company                           | -                    | 118,300             |
| Qatar Gas Group L.L.C   | -                    | 33,783              |
| <b>Total</b>  | <b>637,138,411</b>   | <b>465,929,490</b>  |

**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**6. Paid-up capital**

The authorised capital of the company amounted to EGP 1,200,000,000 represented in 120,000,000 ordinary shares of EGP 10 each.

The Company's issued and fully paid capital amounted to EGP 676,176,900, represented in 67,617,690 ordinary shares of EGP 10 each.

It was approved in the Extraordinary General Assembly meeting held on 22 December 2019 to implement the stock split by adjusting the par value of the share from EGP 10 (ten Egyptian pounds) to EGP 0.5 (half an Egyptian pounds) and was authenticated on 24 December 2019.

Accordingly, the authorised capital of the company amounted to EGP 1,200,000,000 represented in 2,400,000,000 ordinary shares of 0.50 EGP each.

The Company's issued and fully paid capital amounted to EGP 676,176,900, represented in 1,352,353,800 ordinary shares of 0.50 EGP each and stated as follows as of 30 September 2023:

| <u>Shareholders</u>                    | <u>No. of Shares</u> | <u>Value of shares</u> | <u>Shareholding percentage</u> |
|--|----------------------|------------------------|--------------------------------|
| National Service Projects Organization | 270,470,760          | 135,235,380            | 20.00%                         |
| FINANCIAL HOLDINGS INTERNATIONAL LTD   | 240,493,879          | 120,224,253            | 17.78%                         |
| SILVERSTONE CAPITAL INVESTMENTS LTD    | 239,120,668          | 119,548,076            | 17.68%                         |
| RIMCO E G T INVESTMENT L L C           | 195,896,118          | 97,978,033             | 14.49%                         |
| NILE ENERGY LTD                        | 101,426,535          | 50,713,268             | 7.50%                          |
| TRIMSTONE ASSETS HOLDINGS LTD          | 75,610,440           | 37,798,289             | 5.59%                          |
| HANA INVESTMENT COMPANY-W.L.L          | 67,617,700           | 33,808,845             | 5.00%                          |
| STARTFORD INVESTMENTS LTD              | 53,417,975           | 26,708,987             | 3.95%                          |
| Ali Hassan Ali Dayekh                  | 53,031,300           | 26,506,134             | 3.92%                          |
| Others                                 | 55,268,425           | 27,655,635             | 4.09%                          |
|  | <b>1,352,353,800</b> | <b>676,176,900</b>     | <b>100%</b>                    |

**7. Tax position**

The Company is committed to submit tax returns and pay the tax on the legal due dates for all types of taxes imposed thereon. Below is tax inspection position:

**7.1 Corporate income Tax**

- The Company regularly submits its tax return on due dates.
- The Company was inspected since inception till 2018 and tax differences were paid, and the settlement is on process.
- The Company has not been inspected form 2019 till now.

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

## **7. Tax position (continued)**

### **7.2 Payroll tax and equivalents**

- The Company was inspected from the inception of business till 2021, and tax differences were paid, and the settlement is on process.
- The Company has not been inspected form 2022 till now.
- The Company regularly submits its tax return on due dates.

### **7.3 Stamp tax**

- The Company was inspected from the inception of business till 2016, and the payments were made, and settlement is in progress.
- The Company has not been inspected form 2017 till now.

### **7.4 Value Added Tax**

- The Company was inspected for the period from April 2019 to December 2019, and the settlement and payment were made.
- The Company has not been inspected form 2020 till now.
- The Company regularly submits its tax return on due dates.

## **8. Summary of significant accounting policies**

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

### **8.1 Basis of preparation of the separate condensed financial statements**

#### **A) Compliance with Egyptian accounting standards**

The interim condensed separate financial statements for the period ended 30 September 2023 have been prepared in accordance with the requirements of the Egyptian Accounting Standards (30) "Interim Financial Statements".

These interim condensed separate 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 separate financial statements as at 31 December 2022.

#### **B) Significant accounting policies applied**

These separate 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 cyclicity. The same accounting policies, presentation and methods of computation are followed in these condensed separate interim financial statements as were applied in the preparation of the separate financial statements for the year ended 31 December 2022.

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

## 8. Summary of significant accounting policies (continued)

### 8.1 Basis of preparation of the separate condensed financial statements (continued)

#### C) New releases and amendments to the EAS

The Minister of Investment issued Decision No. 883 for year 2023 on 6 March 2023, amending some provisions of Egyptian accounting standards, which include some new accounting standards and amendments to some existing standards. These amendments to the accounting standards were published in the Official Gazette on 6 March 2023. The Company has evaluated the effect of applying those amendments, and there is no material impact from these new issuances and amendments on the company and its activities during the financial period ended 30 September 2023. The most important amendments are summarized as follows, which are implemented for the financial periods beginning on or after 1 January 2023:

#### C) New releases and amendments to the EAS (continued)

| Standard name  | Modification summary  | Application date   |
|--|---|--|
| <b>Egyptian Accounting Standard No. (10) "Fixed Assets and Their Depreciation"</b> | <p><b>"Scope of the standard"</b><br/>The scope of the standard has been amended to include "bearer plants".</p> <p><b>"Measuring"</b><br/>- An option to apply the revaluation model for fixed assets has been added.</p> <p>- The fair value is determined by an estimate made by experts specialized in evaluation and valuation among those registered in a register designated for that in the Financial Regulatory Authority.</p> <p>- Paragraph 20 / A has been added, according to which the entity must record the proceeds from the sale of any output produced during the delivery of the fixed asset to the condition necessary for it to be operable in the manner intended by the management within the profits or losses.</p> <p><b>"Disclosures"</b><br/>Some new disclosures have been added to the re-evaluation model.</p> | <p>The entity applies the amendments to add the option to use the re-evaluation model on the financial periods beginning on or after January 1, 2023.</p> <p>This is retrospective with recognition of the cumulative effect of applying the revaluation model initially by adding it to the revaluation surplus account within equity at the beginning of the financial period in which the company adopts this model for the first time.</p> |

**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**8. Summary of significant accounting policies (continued)**

**8.1 Basis of preparation of the financial statements (continued)**

**C) New releases and amendments to the EAS (continued)**

| Standard name   | Modification summary  | Application date   |
|---|---|--|
| <p><b>Egyptian Accounting Standard No. (23) "Intangible Assets".</b></p>  | <p><b>"Scope of the standard"</b><br/>The scope of the intangibles standard has been amended to include rights held by the lessee under licensing agreements for items such as motion picture films, video recordings, plays, manuscripts, patents, and copyrights.</p> <p><b>"Measurement"</b><br/>- The option to apply the revaluation model for intangible assets has been added<br/><br/>- The fair value is determined by an estimate made by experts specialized in evaluation and valuation among those registered in a register designated for that in the Financial Supervisory Authority.</p> <p><b>"Disclosures"</b><br/>Some new disclosures have been added to the re-evaluation model.</p> | <p>The entity applies the amendments to add the option to use the re-evaluation model on the financial periods beginning on or after January 1, 2023.</p> <p>This is retrospective, with recognition of the cumulative effect of applying the revaluation model initially by adding it to the revaluation account within equity at the beginning of the financial period in which the establishment applies this model for the first time.</p> |
| <p><b>Amendments to the Egyptian Accounting Standard "Fixed Assets" No. (10) and the Egyptian Accounting Standard No. (23) "Intangible Assets" related to depreciation and amortization</b></p> | <p>This amendment clarifies that it is not permissible to use the depreciation method that depends on the revenues generated from the activity that includes the depreciation of the asset, as the generation of revenues related to the asset reflects factors other than the consumption of the economic benefits related to the asset.</p> <p>It is possible to refute this assumption in limited cases related to intangible assets when there is a close correlation between the volume of revenue and the intangible asset.</p>   | <p>Applies to fiscal periods beginning on or after January 1, 2023</p>   |

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**8. Summary of significant accounting policies (continued)****8.1 Basis of preparation of the financial statements (continued)****C) New releases and amendments to the EAS (continued)**

| Standard name  | Modification summary   | Application date  |
|--|--|---|
| <b>Egyptian Accounting Standard No. (34)<br/>"Investment Property"</b>                             | <p><b>"Measurement"</b><br/>The option to apply the fair value model for investment property has been added.</p> <p>The fair value is determined by an estimation that is carried out by experts specialized in evaluation and valuation among those registered in a register designated for that in the General Authority for Financial Supervision.</p>  | The entity applies the amendments to add the option of using the fair value model to the financial periods that start on or after January 1, 2023, with retrospective effect, with recognition of the cumulative effect to apply the fair value model initially by adding it to the fair value surplus account within equity at the beginning of the financial period in which the entity applies this model for the first time.    |
| <b>Egyptian Accounting Standard No. (36)<br/>"Exploration and Evaluation of Mineral Resources"</b> | <p><b>"Measurement"</b><br/>The option of using the re-evaluation model has been added, and it is processed according to the re-evaluation model in Fixed Assets Standard No. 10. - Evaluation is carried out by experts specialized in evaluation and valuation among those registered in a register designated for that at the Ministry of Petroleum.</p> <p><b>"Disclosures"</b><br/>- Some new disclosures have been added to the re-evaluation model.</p>   | The entity applies the amendments to add the option to use the revaluation model on the financial periods that start on or after January 1, 2023, retrospectively, with recognition of the cumulative effect of applying the revaluation model first by adding it to the revaluation surplus account within equity at the beginning of the fiscal period in which the entity applying this form for the first time.                 |
| <b>Egyptian Accounting Standard No. (49)<br/>"Lease Contracts"</b>                                 | <p><b>"Measurement"</b><br/>The option of the revaluation model was added to all right of use assets, if the right of use asset is related to a category of fixed assets in which the lessee applies the revaluation model contained in Egyptian Accounting Standard No. (10) "Fixed Assets and Their Depreciation"</p> <p><b>"Disclosures"</b><br/>Some new disclosures have been added regarding the revaluation model in accordance with Egyptian Accounting Standard No. (10) "Fixed Assets and Their Depreciation".</p> | The entity applies the amendments to add the option of using the revaluation model to the financial periods starting on or after January 1, 2023, retrospectively, with recognition of the cumulative effect of applying the revaluation model first by adding it to the revaluation surplus account next to the equity at the beginning of the fiscal period in which the facility is based applying this form for the first time. |

**Notes to the interim condensed separate financial statements  
For the nine-month period ended 30 September 2023**

(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

**8. Summary of significant accounting policies (continued)**

**8.1 Basis of preparation of the financial statements (continued)**

**C) New releases and amendments to the EAS (continued)**

| Standard name   | Modification summary   | Application date  |
|---|--|---|
| <p><b>Egyptian Accounting Standard No. (35)<br/>"Agriculture"</b></p>         | <p><b>"Scope of the standard"</b><br/>The scope of the standard has been amended as bearer plants related to agricultural activity have been excluded from the agriculture standard to become under the scope of the Fixed Assets Standard Accounting Standard No. 10, but this standard applies to the product that grows on fruit plants - government grants related to fruit plants have been excluded.</p> <p><b>"Definitions"</b><br/>an amendment to some definitions, whereby the definition of "bearer plants" was added</p>   | <p>The amendments apply to fiscal periods beginning on or after January 1, 2023</p>   |
| <p><b>Egyptian Accounting Standard No. (50)<br/>"Insurance Contracts"</b></p> | <p>- The new Egyptian Accounting Standard No. (50) "Insurance Contracts" replaces the amended Egyptian Accounting Standard No. (37).</p> <p>- This standard defines the principles for proving insurance contracts that fall within the scope of this standard, and determines their measurement, presentation and disclosure.</p> <p>Appropriate information that truthfully reflects those contracts. This information provides users of the financial statements with the necessary basis for evaluating the effects of those insurance contracts on the entity's financial position, financial performance and cash flows.</p> <p>An entity shall apply Egyptian Accounting Standard No. 50 to: insurance contracts, including reinsurance contracts, that it issues; reinsurance contracts it holds; and investment contracts with facultative participation features that the entity issues, provided that the entity also issues insurance contracts.</p> | <p>The application is made available from July 1, 2024, or the beginning of the annual fiscal period after July 1, 2024</p> |





(All amounts in the notes are shown in Egyptian Pounds unless otherwise stated)

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**9. Significant events**

On 9 July 2023, TAQA Arabia announced the start of trading of its shares on The Egyptian Exchange (EGX). The company's ownership structure has been changed as presented in note (6) and as a result of this trading process Silverstone Capital Investments LTD lost the control of TAQA Arabia Company, accordingly it is no longer being the parent company.