

Hily Holding PJSC

Board of Directors' report, review report and
condensed consolidated interim financial information
for the nine-month period ended 30 September 2025
(unaudited)

Principal business address:

P.O. Box 2378

Abu Dhabi

United Arab Emirates

Hily Holding PJSC

Condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (unaudited)

<i>Contents</i>	<i>Page(s)</i>
Board of Directors' report	1
Review report on the condensed consolidated interim financial information	2
Condensed consolidated interim statement of financial position	3 - 4
Condensed consolidated interim statement of profit or loss	5
Condensed consolidated interim statement of comprehensive income	6
Condensed consolidated interim statement of changes in equity	7
Condensed consolidated interim statement of cash flows	8 - 9
Notes to the condensed consolidated interim financial information	10 - 29

Hily Holding PJSC

Board of Directors' Report

for the nine-month period ended 30 September 2025

The Board of Directors have pleasure in submitting their report and the condensed consolidated interim financial information for the nine-month period ended 30 September 2025.

Principal activities

The principal activities of the Company and its subsidiaries (together, the “Group”) are primarily the management of securities portfolios, along with investing, development and management of real estate and commercial enterprises. The Group is also engaged in the importing and distribution of foodstuff and household items in the United Arab Emirates.

Financial results

The results of the Group for the period ended are set out on page 5 of the condensed consolidated interim financial information.

For and on behalf of Directors



Chairman of the Board



Review report on condensed consolidated interim financial information to the Board of Directors of Hily Holding PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Hily Holding PJSC (the 'Company') and its subsidiaries (the 'Group') as at 30 September 2025 and the related condensed consolidated interim statements of profit or loss, and comprehensive income for the three-month and nine-month periods then ended, and the condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended, and other explanatory notes.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting."

PricewaterhouseCoopers Limited Partnership – Abu Dhabi

13 November 2025

Rami Sarhan
Registered Auditor Number 1152
Abu Dhabi, United Arab Emirates

PricewaterhouseCoopers Limited Partnership-Abu Dhabi
Al Khatem Tower, Abu Dhabi Global Market, 25 Floor
PO Box: 45263, Abu Dhabi-United Arab Emirates
T: +971 2 694 6800

Hily Holding PJSC

Condensed consolidated interim statement of financial position

		As at	
		30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
	Note		
<u>ASSETS</u>			
Non-current assets			
Property and equipment	5	122,562,067	114,960,148
Intangible assets		74,784	179,390
Right of use assets		6,460,744	6,441,610
Investment properties	6	254,102,932	245,115,298
Investment accounted for using the equity method	7	398,163,593	399,364,222
Financial assets at fair value through other comprehensive income ("FVOCI")	8	67,498,739	94,456,395
Financial assets at amortized cost	8	11,147,615	19,655,781
Derivative financial instruments	8	78,358	1,352,026
Deferred tax asset	19	3,327,126	1,902,946
Total non-current assets		863,415,958	883,427,816
Current assets			
Inventories	9	17,326,322	7,211,942
Financial assets at fair value through profit or loss ("FVTPL")	8	189,963,122	210,241,101
Trade and other receivables	10	7,101,264	12,238,047
Other current assets		3,360,118	2,573,007
Amounts due from related parties	15	13,850,705	12,019,008
Cash and cash equivalents	11	58,100,066	85,987,587
Total current assets		289,701,597	330,270,692
Total assets		1,153,117,555	1,213,698,508
<u>EQUITY AND LIABILITIES</u>			
Equity			
Share capital		120,000,000	120,000,000
Legal reserve		60,000,000	60,000,000
Regulatory reserve		60,000,000	60,000,000
Fair value reserve		(23,807,522)	(30,281,342)
Retained earnings		443,110,910	414,886,285
Equity attributable to equity holders of the Company		659,303,388	624,604,943
Non-controlling interests		4,405,639	4,675,594
Total equity		663,709,027	629,280,537

...continued

Hily Holding PJSC

Condensed consolidated interim statement of financial position (continued)

		As at	
		30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Note			
LIABILITIES			
Non-current liabilities			
Loans and borrowings	12	161,242,565	247,888,604
Provision for employees' end of service benefits		3,870,254	3,542,798
Lease liabilities		6,146,540	6,055,829
Total non-current liabilities		171,259,359	257,487,231
Current liabilities			
Loans and borrowings	12	235,351,570	230,262,432
Trade and other payables	13	81,394,627	95,502,111
Amounts due to related parties	15	440,494	217,825
Lease liabilities		962,478	948,372
Total current liabilities		318,149,169	326,930,740
Total liabilities		489,408,528	584,417,971
Total equity and liabilities		1,153,117,555	1,213,698,508

To the best of our knowledge, the condensed consolidated interim financial information is presented, in all material respects, in accordance with IAS 34.

This condensed consolidated interim financial information is approved and authorised for issue by the Board of Directors on 13 November 2025, and was signed on its behalf by:



Ahmed Ali Khalfan Al Dhaheri
Chairman



Mohammed Hafez
Chief Financial Officer

The notes set out on pages 10 to 29 form an integral part of this condensed consolidated interim financial information.

Hily Holding PJSC

Condensed consolidated interim statement of profit or loss

	Note	Three-month period ended 30 September		Nine-month period ended 30 September	
		2025 AED (Unaudited)	2024 AED (Unaudited) (Restated)	2025 AED (Unaudited)	2024 AED (Unaudited) (Restated)
Revenue from contracts with customers	14(a)	5,792,775	8,978,269	37,166,183	42,828,827
Income from investment properties	14(b)	9,504,224	8,487,711	13,507,242	26,391,117
Investment income	14(c)	986,805	487,493	57,073,165	1,703,945
Other income		161,291	10,494	198,533	148,916
		16,445,095	17,963,967	107,945,123	71,072,805
Materials		(2,593,629)	(4,184,983)	(18,923,095)	(20,280,931)
Staff costs		(5,980,606)	(5,460,928)	(17,724,366)	(17,292,999)
Promotional and marketing expenses		(828,392)	(1,251,031)	(8,712,688)	(4,576,710)
Logistic and transportation expenses		(916,508)	(809,495)	(3,618,999)	(3,982,149)
Depreciation and amortization		(1,117,795)	(1,190,898)	(3,213,220)	(3,577,015)
Utilities, maintenance and rent expenses		(1,677,065)	(1,288,582)	(4,487,930)	(4,043,413)
Other expenses		(5,808,204)	(2,903,188)	(9,815,586)	(7,609,110)
Total expenses		(18,922,199)	(17,089,105)	(66,495,884)	(61,362,327)
Share of profit of investment accounted for using the equity method	7	13,138,365	8,304,291	34,079,323	28,950,986
Impairment of investment accounted for using the equity method	7	(1,612,492)	-	(20,426,089)	-
Profit before finance costs and finance income		9,048,769	9,179,153	55,102,473	38,661,464
Finance costs		(8,446,402)	(9,750,244)	(28,614,338)	(27,583,210)
Finance income		310,704	771,210	1,052,552	2,541,540
Profit before income tax		913,071	200,119	27,540,687	13,619,794
Income tax (expense)/credit	19	1,547,937	657,709	1,097,862	1,094,738
Profit for the period		2,461,008	857,828	28,638,549	14,714,532
Profit/(loss) attributable to:					
Equity holders of the Company		2,574,825	924,946	28,908,504	14,795,260
Non-controlling interests		(113,817)	(67,118)	(269,955)	(80,728)
		2,461,008	857,828	28,638,549	14,714,532
Basic and diluted earnings/(loss) per share attributable to equity holders of the Company	16	<u>0.02</u>	<u>0.01</u>	<u>0.24</u>	<u>0.12</u>

The notes set out on pages 10 to 29 form an integral part of this condensed consolidated interim financial information.

Hily Holding PJSC

Condensed consolidated interim statement of comprehensive income

	Three-month		Nine-month	
	period ended 30 September		period ended 30 September	
	2025	2024	2025	2024
Note	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit for the period	2,461,008	857,828	28,638,549	14,714,532
Other comprehensive income/(loss):				
<i>Items that will not be reclassified to profit or loss:</i>				
Net changes in fair value of investments held at fair value through other comprehensive income (FVOCI)	(1,372,835)	(1,941,854)	6,052,810	(6,976,139)
Gain on disposal of investments held at FVOCI	189,483	-	189,483	-
Share of other comprehensive income of investments accounted for using the equity method	(56,375)	(95,672)	(778,655)	(291,502)
Income tax (expense)/credit	992,383	(19,259)	326,303	(27,249)
Other comprehensive income/(loss) for the period	(247,344)	(2,056,785)	5,789,941	(7,294,890)
Total comprehensive income/(loss) for the period	2,213,664	(1,198,957)	34,428,490	7,419,642
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	2,327,481	(1,131,839)	34,698,445	7,500,370
Non-controlling interests	(113,817)	(67,118)	(269,955)	(80,728)
	2,213,664	(1,198,957)	34,428,490	7,419,642

The notes set out on pages 10 to 29 form an integral part of this condensed consolidated interim financial information.

Hily Holding PJSC

Condensed consolidated interim statement of changes in equity

for the nine-month period ended

	<i>Share capital AED</i>	<i>Legal reserve AED</i>	<i>Regulatory reserve AED</i>	<i>Fair value reserve AED</i>	<i>Retained earnings AED</i>	<i>Equity attributable to owners of the Company AED</i>	<i>Non- controlling interests AED</i>	<i>Total equity AED</i>
Balance at 1 January 2024 (Audited)	120,000,000	60,000,000	60,000,000	(29,944,678)	389,734,970	599,790,292	4,849,147	604,639,439
<i>Total comprehensive income for the period</i>								
Profit for the period	-	-	-	-	14,795,260	14,795,260	(80,728)	14,714,532
Other comprehensive loss	-	-	-	(7,294,890)	-	(7,294,890)	-	(7,294,890)
Balance at 30 September 2024 (Unaudited)	120,000,000	60,000,000	60,000,000	(37,239,568)	404,530,230	607,290,662	4,768,419	612,059,081
Balance at 1 January 2025 (Audited)	120,000,000	60,000,000	60,000,000	(30,281,342)	414,886,285	624,604,943	4,675,594	629,280,537
<i>Total comprehensive income for the period</i>								
Profit for the period	-	-	-	-	28,908,504	28,908,504	(269,955)	28,638,549
Other comprehensive income	-	-	-	5,789,941	-	5,789,941	-	5,789,941
Transfer of fair value reserve to retained earnings	-	-	-	683,879	(683,879)	-	-	-
Balance at 30 September 2025 (Unaudited)	120,000,000	60,000,000	60,000,000	(23,807,522)	443,110,910	659,303,388	4,405,639	663,709,027

The notes set out on pages 10 to 29 form an integral part of this condensed consolidated interim financial information.

Hily Holding PJSC

Condensed consolidated interim statement of cash flows

		Nine-month period ended 30 September	
		2025 AED (Unaudited)	2024 AED (Unaudited)
	Note		
Cash flows from operating activities			
Profit before income tax		27,540,687	13,619,794
<i>Adjustments for:</i>			
Depreciation of property and equipment	5	2,606,828	2,593,095
Depreciation of right of use assets		502,291	879,365
Amortization of intangible assets		104,606	104,555
Decrease in fair value of investment properties	14(b)	15,369,671	-
Gain on disposal of property and equipment		(115,646)	(95,238)
Finance costs		28,614,338	27,583,210
Finance income		(1,052,552)	(2,541,540)
Provision for employees' end of service benefits		480,720	439,703
Net changes in fair value of financial assets at FVTPL	9	(22,227,245)	5,231,983
Fair value gain on derivative financial instruments		(13,898,909)	-
Gain on disposal of investments	14(c)	(16,739,191)	(925,025)
Gain on disposal of right-of-use assets		(18,331)	(10,991)
Impairment loss on trade receivables, advances to suppliers and other receivables		152,196	197,941
Dividend income	14(c)	(3,366,338)	(4,909,854)
Provision for slow moving inventories	9	581,930	160,000
Share of profit of investment accounted for using the equity method	7	(34,079,326)	(28,950,986)
Impairment of investment accounted for using the equity method	7	20,426,089	-
Interest income on investment at amortized cost	8	(841,482)	(1,101,049)
Operating cash flows before payment of employees' end of service benefits and changes in working capital		4,040,336	12,274,963
<i>Changes in working capital:</i>			
Inventories		(10,696,310)	(5,964,364)
Trade and other receivables		4,152,124	87,507
Amounts due from related parties		(1,393,604)	(3,034,410)
Trade and other payables		(14,897,961)	(14,332,548)
Amounts due to related parties		222,669	181,662
Purchase of investment securities	8	(103,678,298)	(49,578,687)
Purchase of investments at amortized cost	8	(5,567,120)	(11,137,730)
Proceeds from disposal of investment securities	8	224,566,530	85,450,100
Interest received from investments at amortized cost	8	1,042,398	1,757,097
Dividend received		21,454,522	23,409,847
Investment in shares of associate		(4,635,522)	(13,222,549)
Cash flows used in operating activities		114,609,764	25,890,888
Employees' end of service benefits paid		(153,264)	(268,109)
Net cash generated from operating activities		114,456,500	25,622,779
Cash flows from investing activities			
Purchase of property and equipment		(12,837,838)	(22,271,795)
Proceeds from disposal of property and equipment		118,937	95,238
Additions to investment properties	6	(24,357,305)	(1,130,721)
Net cash flows used in investing activities		(37,076,206)	(23,307,278)

Hily Holding PJSC

Condensed consolidated statement of cash flows (continued)

		Nine-month period ended 30 September	
		2025	2024
		AED	AED
	Note	(Unaudited)	(Unaudited)
Cash flows from financing activities			
Proceeds from borrowings	12	136,575,285	84,354,554
Repayment of borrowings	12	(180,538,880)	(86,855,263)
Payment of lease (principal)		(711,419)	(613,107)
Finance cost paid		(24,097,394)	(23,156,651)
Finance income received		1,097,901	2,541,540
Net cash flows used in financing activities		(67,674,507)	(23,728,927)
Net change in cash and cash equivalents		9,705,787	(21,413,426)
Cash and cash equivalents beginning of the period		(108,155,804)	(82,318,341)
Cash and cash equivalents at the end of the period	11	(98,450,017)	(103,731,767)

The notes set out on pages 10 to 29 form an integral part of this condensed consolidated interim financial information.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025

1 General information

Hily Holding PJSC (the "Company" or the "Parent Company") is a public joint stock company incorporated in Abu Dhabi, United Arab Emirates. The Company was established in 1979. It is regulated and listed on the Abu Dhabi Securities Exchange. On 26 May 2022, the Company's name was changed from Foodco Holding PJSC to Hily Holding PJSC. The registered address of the Company is P.O. Box 2378, Abu Dhabi, United Arab Emirates.

The Company and its subsidiaries (collectively referred to as the "Group") are primarily engaged in the management of securities portfolios, along with investing, development and management of real estate and commercial enterprises. The Group is also engaged in the importing and distribution of foodstuff and household items in the United Arab Emirates.

This condensed consolidated interim financial information includes the financial position and the financial performance of the following subsidiaries:

Name of subsidiary <u>Subsidiaries directly under the Company</u>	Country of incorporation	Percentage of ownership		Principal activities
		30 September 2025	31 December 2024	
FOODCO National Foodstuff PJSC*	UAE	97.78%	97.78%	Catering services and restaurant business
Abu Dhabi National Catering LLC	UAE	100%	100%	Catering services and wholesale of foodstuff
Dana Plaza Real- Estate LLC	UAE	100%	100%	Investing, development and management of real estate and commercial enterprises
NURANA Properties WLL	Bahrain	100%	100%	Investing, development and management of real estate and commercial enterprises
<u>Subsidiaries of FOODCO National Foodstuff PJSC</u>				
Abu Dhabi National Foodstuff Co LLC	UAE	100%	100%	Wholesale and distribution of foodstuff
5PL Logistics LLC	UAE	100%	100%	Shipment, clearance and warehousing services
National Oasis Foodstuff Company LLC	UAE	100%	100%	Packing of foodstuff

* Shares in FOODCO National Foodstuff PJSC with a quantity of 60,350,000 (31 December 2024: 40,350,000) are pledged with commercial banks for securing overdraft facility (*Note 13*). FOODCO National Foodstuff PJSC has 280,000,000 (31 December 2024: 280,000,000) shares in issue.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

2 Basis of preparation

Statement of compliance

The condensed consolidated interim financial information has been prepared in accordance with IAS 34, “Interim Financial Reporting” and complies with the requirements of the UAE Federal Decree Law No. 32 of 2021. It does not include all the information required for full annual consolidated financial statements prepared in accordance with IFRS Accounting Standards and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2024. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in Group’s financial position and performance since the last consolidated financial statements for the year ended 31 December 2024.

The condensed consolidated interim financial information has been prepared in United Arab Emirates Dirham (“AED”), which is the functional and presentation currency of the Group.

The condensed consolidated interim financial information has been prepared using the historical cost basis, except for the investment properties, financial assets at fair value and derivative instruments which are measured at fair value.

3 Material accounting policies

The accounting policies applied in this condensed consolidated interim financial information are the same as those applied in the Group’s consolidated financial statements as at and for the year ended 31 December 2024, except for accounting policy for derivative financial instruments (*refer Note 3.3*). In addition, results for the nine-month period ended 30 September 2025 are not necessarily indicative of the results that may be expected for the year ending 31 December 2025.

3.1 New and revised IFRS Accounting Standards applied with no material effect on the condensed consolidated interim financial information

The following new and revised IFRS Accounting Standard, which became effective for annual periods beginning on or after 1 January 2025 have been adopted in this condensed consolidated interim financial information. The application of these revised IFRS Accounting Standards and interpretations has not had any material impact on the amounts reported for the current and prior periods but may affect the accounting for future transactions or arrangements.

- a. Amendments to IAS 21 - Lack of Exchangeability, (effective 1 January 2025).

3.2 Standards and Interpretations in issue but not yet effective

The Group has not early adopted the following new and revised IFRS Accounting Standards that have been issued but are not yet effective:

- a. Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective 1 January 2026);
- b. Annual improvements to IFRS – Volume 11 - effective for annual periods beginning on or after 1 January 2026.
- c. Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity (annual periods beginning or after 1 January 2026 with early adoption possible subject to local endorsement where required);
- d. IFRS 18, ‘Presentation and Disclosure in Financial Statements’ (annual periods beginning or after 1 January 2027 with early adoption possible subject to local endorsement where required); and
- e. IFRS 19, ‘Subsidiaries without Public Accountability: Disclosures’ (effective for annual periods starting on or after 1 January 2027).

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

3 Material accounting policies (continued)

3.3 Derivative financial instruments

A derivative financial instrument is a financial contract between two parties where payments are dependent upon movements in the price of one or more underlying financial instrument, reference rate or index.

The Group enters into a variety of derivative financial instruments to manage its exposure to interest rate risks, including interest rate swap, and forward contracts.

Derivative financial instruments are initially measured at fair value at trade date, and are subsequently re-measured at fair value at the end of each reporting period. All derivatives are carried at their fair values as assets where the fair values are positive and as liabilities where the fair values are negative. Derivative assets and liabilities arising from different transactions are offset only if the transactions are with the same counterparty, a legal right of offset exists and the parties intend to settle the cash flows on a net basis.

The method of recognising fair value gains and losses depends on whether derivatives are held for trading or are designated as hedging instruments, and if the latter, the nature of the risks being hedged. All gains and losses from changes in the fair value of derivatives held for trading are recognised in the condensed consolidated interim statement of profit or loss under 'Investment income'.

4 Use of judgements and estimates

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

In preparing this condensed consolidated interim financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024 except for fair value of derivatives and provision for impairment of investment in an associate.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

Provision for impairment of investment in an associate

During the period, Management has assessed its investment in associate for indicators of impairment. This determination of whether the investment in an associate is impaired, entails management's evaluation of the investee's quoted price and net asset value with the carrying value of the investment. The impairment charge from the investment in associate is recognized in the profit or loss. During the period, Management's impairment assessment model considered both Waha Capital's net asset value and market price, resulting in a recognition of impairment loss of AED 20.4 million in the nine months ended 30 September 2025.

Fair value of derivatives

The fair value of derivatives that are not traded in an active market is derived from prices for the derivative's components using appropriate pricing or valuation models that maximise the use of observable market data and rely as little as possible on entity-specific estimates. Refer note 8 for details for derivative financial instruments.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

5 Property and equipment

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Property and equipment at net carrying amount	<u>122,562,067</u>	<u>114,960,148</u>

Movement in property and equipment is as follows:

At 1 January	114,960,148	83,512,749
Additions during the period/year	10,212,038	34,896,641
Disposals during the period/year	(3,291)	-
Depreciation charge for the period/year	<u>(2,606,828)</u>	<u>(3,449,242)</u>
At 30 September/31 December	<u>122,562,067</u>	<u>114,960,148</u>

Property and equipment with a carrying amount of AED 118 million (31 December 2024: AED 107 million) are mortgaged against loans and borrowings (*Note 12*).

6 Investment properties

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Warehouses*	-	16,060,868
Building - commercial and residential	229,222,413	226,447,884
Land	2,606,546	2,606,546
Investment properties under development	<u>22,273,973</u>	<u>-</u>
	<u>254,102,932</u>	<u>245,115,298</u>

*During the year, warehouse cost of AED 691,197 has been transferred to investment properties under development.

Movement in the investment properties during the period/year are as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
As at 1 January	245,115,298	243,984,577
Additions	24,357,305	1,130,721
Change in fair value (Note 14(b))	<u>(15,369,671)</u>	<u>-</u>
At 30 September/31 December	<u>254,102,932</u>	<u>245,115,298</u>

Fair value of investment properties has been determined based on an internal valuation carried out by the Group's Management as at 31 December 2024.

Given that there were no significant changes in the inputs used in the December 2024 valuation and there were no major changes in the property market in the UAE since that date, Management believes that the fair value as of 30 September 2025 remains consistent with the value determined in December 2024, except for one investment property for which the Group has reassessed the fair value and recorded a fair value loss of AED 15 million.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

6 Investment properties (continued)

Investment properties amounting to AED 209 million (31 December 2024: AED 210 million) are mortgaged against loans and borrowings (*Note 12*) obtained by the Group to finance the construction of the properties.

Additions of AED 24 million (31 December 2024: AED 1 million) pertain to the development of two new real estate projects for rental purposes or capital appreciation.

The fair value measurement for all the investment properties has been categorised as a Level 3 fair value.

7 Investment accounted for using the equity method

Name	Domiciled	% of equity held		Principal activities
		30-Sep-25	31-Dec-24	
Al Waha Capital PJSC	UAE	10.179%	10.100%	Investment in a wide range of sectors including financial services, capital markets, industrial real estates, infrastructure, healthcare, fintech and oil and gas.

The Group directly holds 10.179% (2024: 10.100%) of the equity of Al Waha Capital PJSC (“Al Waha” or “the investee”) legally entitling it to appoint one board member on Al Waha’s Board of Directors. The Group also has an additional 4% rights assigned to its voting power, providing the Group the ability to exercise 14.1% of the voting power in the investee. The board member appointed by the Group, is also a member of the Audit Committee and the Nomination and Remuneration Committee of Al Waha. All these factors enable the Group to exercise significant influence over the investee.

Movement in equity accounted investee during the period is as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
At 1 January	399,364,222	363,458,757
Purchase	4,635,522	13,222,549
Share in profit	34,920,743	38,508,752
(Loss)/gain on recognition on share acquisition, net	(841,417)	1,621,424
Dividends	(18,710,733)	(18,500,000)
Share of change in other comprehensive income	(778,655)	1,052,740
	418,589,682	399,364,222
Impairment charge	(20,426,089)	-
At 30 September/31 December	398,163,593	399,364,222

For the nine-month period ended 30 September 2025, the Group conducted an impairment assessment of its investment in Al Waha Capital in accordance with IAS 36 based on an impairment model that considered both the net asset value of Al Waha Capital and the closing quoted share price as of 30 September 2025. Based on this model, an impairment loss of AED 20 million was recognised for the nine-month period ended 30 September 2025.

At the reporting date, 67 million shares - AED 106 million (31 December 2024: 67 million – AED 117 million) of Al Waha Capital have been pledged with commercial banks as collateral for securing term loans. The pledged shares form 35.3% of the total shares held by the Group in the investee.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

8 Investments

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Financial assets at fair value through other comprehensive income ("FVOCI")	67,498,739	94,456,395
Financial assets at fair value through profit and loss ("FVTPL")	189,963,122	210,241,101
Financial assets at amortized cost (i)	11,147,615	19,655,781
Derivatives financial instruments	78,358	1,352,026
	268,687,834	325,705,303

The financial assets at FVOCI comprise:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Investments in quoted equity securities inside UAE	65,664,733	91,781,433
Investments in quoted equity securities outside UAE	-	702,960
Investments in unquoted equity securities inside UAE	1,545,781	1,728,487
Investments in unquoted equity securities outside UAE	288,225	243,515
	67,498,739	94,456,395

The financial assets at FVTPL comprise:

Investments in quoted equity securities inside UAE	174,258,792	205,990,474
Quoted commodities	6,871,115	4,250,627
Investments in quoted securities outside UAE	8,833,215	-
	189,963,122	210,241,101

Financial assets at amortized cost (iii):

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
At 1 January	19,655,781	23,778,968
Purchase of financial assets	5,567,120	11,137,730
Interest income for the period	841,482	1,421,470
Interest received	(1,042,398)	(1,757,097)
Disposal	(13,874,370)	(14,925,290)
	11,147,615	19,655,781

- i) Investment at amortized cost as of the reporting date consists of Alinma Tier 1 Sukuks with a coupon rate of 6.5% per annum. All these Sukuks are currently legally in the name of the Chairman of the Board and are beneficially assigned to the Group. The Group is in the process of legally transferring the Sukuks in the name of the Group.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

8 Investments (continued)

- ii) During the period, United Arab Bank P.J.S.C. (the “Issuer”) announced an increase in its share capital through a rights issue. Consequently, the Group subscribed to additional shares of the Issuer on pro rata basis based on the ownership and has added to the financial assets at fair value through other comprehensive income.
- iii) The Group has disposed the Aramex shares in the three-month ended 30 September 2025 for AED 3 per share pursuant to the offer accepted in the beginning of the year.
- iv) During the nine-month period ended 30 September 2025, 18,000 Maldives Sukuks having a nominal value of USD 1,800,000 were purchased from Maldives Sukuk Issuance Limited at a trade price of USD 81 per unit. The Group disposed its investment in Turkish Sukuks and the Maldives Sukuks during the period. The decision was made as part of a portfolio-wide risk concentration review and was aimed at limiting aggregate exposure to specific jurisdictions and instruments.

Movement in the financial assets at fair value are as follows:

	FVTPL nine-month period ended 30 September 2025 (Unaudited)	FVOCI nine-month period ended 30 September 2025 (Unaudited)	FVTPL year ended 31 December 2024 (Audited)	FVOCI year ended 31 December 2024 (Audited)
At 1 January	210,241,101	94,456,395	227,510,434	77,528,443
Purchase of investments	76,244,664	27,193,908	49,520,900	18,317,356
Disposal of investments	(118,749,888)	(60,204,374)	(69,599,773)	-
Change in fair value	22,227,245	6,052,810	2,809,540	(1,389,404)
At end of the period/year	189,963,122	67,498,739	210,241,101	94,456,395

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

8 Investments (continued)

The following table represents the Group's investments, segregated by the level of inputs used to measure each investment's fair value according to the fair value hierarchy set out by IFRS 13:

	Carrying amount AED	Fair value			Total AED
		Level 1 AED	Level 2 AED	Level 3 AED	
30 September 2025 (Unaudited)					
Financial assets at FVTPL	189,963,122	189,963,122	-	-	189,963,122
Financial assets at FVOCI:					
Quoted shares	65,664,733	65,664,733	-	-	65,664,733
Unquoted shares	1,834,006	-	-	1,834,006	1,834,006
	67,498,739	65,664,733	-	1,834,006	67,498,739
Financial assets at amortised cost	16,800,850	16,800,850	-	-	16,800,850
Derivative assets	78,358	78,358	-	-	78,358
	274,341,069	272,507,063	-	1,834,006	274,341,069
31 December 2024 (Audited)					
Financial assets at FVTPL	210,241,101	210,241,101	-	-	210,241,101
Financial assets at FVOCI:					
Quoted shares	92,484,393	92,484,393	-	-	92,484,393
Unquoted shares	1,972,002	-	-	1,972,002	1,972,002
	94,456,395	92,484,393	-	1,972,002	94,456,395
Financial assets at amortised cost	19,655,781	19,655,781	-	-	19,655,781
Derivative Assets	1,352,026	1,352,026	-	-	1,352,026
Total	325,705,303	323,733,301	-	1,972,002	325,705,303

The movement in Level 3 financial assets pertains to changes in fair value of unquoted shares amounting to AED 349,897 for the nine-month period ended 30 September 2025.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

9 Inventories

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Goods for resale	16,669,662	6,156,464
Consumables	1,474,772	1,517,021
	18,144,434	7,673,485
Less: allowance for slow moving inventories	(818,112)	(461,543)
	17,326,322	7,211,942

Movement in allowance for slow moving inventories is as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
At 1 January	461,543	2,142,315
Charge for the period/year	581,930	210,000
Written off during the period/year	(225,361)	(1,890,772)
At 30 September/31 December	818,112	461,543

10 Trade and other receivables

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Trade receivables	36,317,743	40,389,049
Less: allowance for expected credit loss	(30,052,011)	(29,907,290)
	6,265,732	10,481,759
Dividend receivable	374	374
Other receivables	835,158	1,755,914
	7,101,264	12,238,047

Movement in allowance for expected credit loss on trade receivables is as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
At 1 January	29,907,290	29,642,486
Charge for the period/year	152,196	358,524
Reversal during the period/year	-	(93,720)
Written off during period/year	(7,475)	-
At 30 September/31 December	30,052,011	29,907,290

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

11 Cash and cash equivalents

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Cash on hand	75,524	74,524
Cash at banks	25,945,841	18,968,424
Short – term fixed deposits	32,078,701	66,944,639
	58,100,066	85,987,587

Reconciliation to condensed consolidated interim statement of cash flows

The above figures reconcile to the amount of cash and cash equivalents presented in the condensed consolidated interim statement of cash flows at the end of the financial period as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Cash and cash equivalents	58,100,066	85,987,587
Less: bank overdrafts repayable on demand (<i>note 12</i>)	(156,550,083)	(194,143,391)
Cash and cash equivalents in the condensed consolidated interim statement of cash flows	(98,450,017)	(108,155,804)

12 Loans and borrowings

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Bank borrowings	235,147,558	278,536,743
Trust receipts	4,896,494	5,470,902
Bank overdrafts (<i>note 11</i>)	156,550,083	194,143,391
	396,594,135	478,151,036

Movement in loans and borrowings is as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
At 1 January	478,151,036	384,351,914
Additions during the period/year	487,566,355	628,521,289
Repayment during the period/year	(569,123,256)	(534,896,551)
Finance cost accrued	24,097,394	30,432,266
Finance cost repaid	(24,097,394)	(30,257,882)
At 30 September/31 December	396,594,135	478,151,036

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

12 Loans and borrowings (continued)

Bank overdrafts, trust receipts and bank borrowings are repayable as follows:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Current portion	235,351,570	230,262,432
Non-current portion	161,242,565	247,888,604
	396,594,135	478,151,036

Secured term loans:

The term loans are secured against some investment properties with carrying amount of AED 209 million (31 December 2024: AED 210 million), two properties owned by the Group and included in property and equipment with carrying amount of AED 118 million (31 December 2024: AED 107 million) and investment in associate with fair value of AED 106 million (31 December 2024: AED 117 million) (Refer Note 6, 7).

The loan includes covenants that require a maintenance ratio of 70%, a maximum share concentration of 50% of the loan portfolio with the bank, and a finance-to-value ratio of at least 72%. The Group complied with these covenants as of 30 September 2025.

Net current liability position:

As at 30 September 2025, the Group has a net current liability position of AED 28.4 million. The condensed consolidated interim financial information has been prepared on a going concern basis, supported by management's assessment that the Group has access to sufficient unutilized funding facilities and holds financial assets that can be realised to generate additional liquidity as required. Accordingly, this condensed consolidated interim financial information has been prepared on a going concern basis.

13 Trade and other payables

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Trade payables and payable to brokers	51,037,768	66,416,810
Accruals	12,662,847	13,816,188
Advances from customers	11,522,541	6,015,994
Retention payable	2,625,800	5,251,600
Other payables	3,545,671	4,001,519
	81,394,627	95,502,111

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

14 Revenue

a) Revenue from contracts with customers:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Sale of goods	3,204,048	6,083,884	30,273,707	32,534,581
Freight forwarding, logistics and storage	2,588,727	2,894,385	6,892,476	10,294,246
	5,792,775	8,978,269	37,166,183	42,828,827

Timing of revenue recognition:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
At a point in time	3,204,048	6,083,884	30,273,707	32,534,581
Over time	2,588,727	2,894,385	6,892,476	10,294,246
	5,792,775	8,978,269	37,166,183	42,828,827

b) Income from investment properties:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Rental income	9,106,018	8,487,711	27,843,809	25,958,790
Facility management income (overtime)	398,206	-	1,033,104	432,327
Change in fair value of investment properties	-	-	(15,369,671)	-
	9,504,224	8,487,711	13,507,242	26,391,117

c) Investment income:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Net change in fair value of investment held at FVTPL	(2,047,596)	1,326,258	22,227,245	(5,231,983)
Gain on sale of investment	2,180,062	(1,164,774)	16,739,191	925,025
Fair value gain on derivative financial instruments	-	-	13,898,909	-
Dividend income	636,021	5,588	3,366,338	4,909,854
Interest income on amortised investments	218,318	320,421	841,482	1,101,049
	986,805	487,493	57,073,165	1,703,945

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

15 Related party transaction and balances

The Group, in the normal course of business, enters into transactions with other enterprises, which fall within the definition of a related party contained in IAS 24. The related parties also include Chairman, Board members and other key management personnel, major shareholders in the Company (those who own 5% or more of the Company's shares or voting rights), Chairman and members of the boards of parent, subsidiary, sister, or affiliated companies of the Company, companies where any member of the board or executive management of the company serves as a Board Member or senior executive. Such transactions are on agreed terms and conditions with related parties.

Transactions and balances with related parties

Significant transactions with related parties comprise:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Sales to related parties	1,812,765	1,158,205	3,643,047	5,015,931
Purchases and other charges from related parties	430,927	35,372	997,139	781,954

During the nine-month period ended 30 September 2025, the Group purchased 18,000 Sukuks shares from the Maldives Sukuk Issuance Limited with total value of AED 5.56 million (31 December 2024: AED 11.14 million). These sukuk are purchased in the name of the Chairman and are assigned to the Group. Also during the nine-month period ended 30 September 2025, these Sukuks have been disposed.

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Amounts due from related parties		
Entities with significant influence	135,902	543,531
Key management personnel	823,147	976,328
Other related parties - <i>Affiliates</i>	12,891,656	10,499,149
	13,850,705	12,019,008

Amounts due to related parties

Entities with significant influence	229,217	71,802
Other related parties - <i>Affiliates</i>	211,277	146,023
	440,494	217,825

Balances due from related parties are unsecured and receivable on demand. There are ongoing transactions with related parties and Management deems no impairment required on those balances.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

15 Related party transaction and balances (continued)

Key management personnel compensation

The remuneration of key management was as follows:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Key management compensation	<u>1,198,186</u>	<u>1,088,752</u>	<u>4,859,407</u>	<u>3,684,554</u>

16 Basic and diluted earnings per share

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025	2024	2025	2024
	AED	AED	AED	AED
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Profit/(loss) for the period attributable to equity holders of the Company (AED)	<u>2,461,008</u>	<u>857,828</u>	<u>28,638,549</u>	<u>14,714,532</u>
Weighted-average number of ordinary shares	<u>120,000,000</u>	<u>120,000,000</u>	<u>120,000,000</u>	<u>120,000,000</u>
Basic and diluted earnings/(loss) per share (AED)	<u>0.02</u>	<u>0.01</u>	<u>0.24</u>	<u>0.12</u>

17 Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at the end for the year ended 31 December 2024, except as disclosed in the related notes in this condensed consolidated interim financial information.

18 Commitments and contingent liabilities

Contingent liabilities

As at reporting date, the following contingent liabilities were outstanding:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Bank guarantees	<u>1,565,992</u>	<u>1,565,992</u>
Letter of credit	<u>642,208</u>	<u>9,105,624</u>

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

18 Commitments and contingent liabilities (continued)

As at reporting date, the capital commitments relate to the following:

	30 September 2025 AED (Unaudited)	31 December 2024 AED (Audited)
Warehouse expansion	1,500,000	7,334,002
Investment properties under development	83,924,401	-

The Group is involved in litigation from time-to-time in the ordinary course of business. At each reporting date, the Group evaluates litigation matters and review with the Group's legal department and external counsel, the status of various outstanding legal cases and, where appropriate, establish provisions and disclose any contingent liabilities as required by IAS 37. In order to make an assessment for legal provisions and contingent liabilities, the Group considers various factors including, but not limited to, reviewing, on a case-by-case basis, the underlying facts of pending litigation, the Group's history with prior claims, the actual or possible claim assessment by internal and external counsel and the status of negotiations.

19 Income tax

On 9 December 2022, the UAE Ministry of Finance released the Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses ('the CT Law') to enact a Federal corporate tax ('CT') regime in the UAE. The CT Law will be effective for financial years beginning on or after 1 September 2023 and therefore applicable to the Group with effect on 1 January 2024. The Cabinet Decision No. 116 of 2022 specifies the threshold of income (as AED 375,000) would be subject to the 9% UAE CT rate.

The management of the Group has opted to form a Tax Group where in all of its subsidiaries are included (except for one); for the purpose of determining taxable income in accordance with Article 42 of the Federal Decree Law No. 47 of 2022. Consequently, the Parent Company has consolidated the financial results, assets and liabilities of the subsidiaries within the Tax group election for the relevant Tax period, eliminated transactions between Parent and each subsidiary that is member of the Tax Group. Additionally, the Group has elected to account for gains and losses of changes in fair value of investments on a realisation basis along with other adjustments.

Income tax expense is recognised at an amount determined by multiplying the profit before tax for the interim reporting period by Group's best estimate of the weighted-average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the interim period. As such, the effective tax rate in the condensed consolidated interim financial information may differ from the Group's estimate of the effective tax rate for the annual consolidated financial statements.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

19 Income tax (continued)

Components of income tax

The components of income tax for the three-month and nine-month period ended 30 September 2025 as follows:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2025 AED (Unaudited)	2024 AED (Unaudited)	2025 AED (Unaudited)	2024 AED (Unaudited)
Condensed consolidated interim statement of profit or loss				
Current tax expense	-	-	-	-
Deferred tax credit	1,547,937	657,709	1,097,862	1,094,738
Condensed consolidated interim statement of comprehensive income				
Current tax expense	-	-	-	-
Deferred tax credit	992,383	(19,259)	326,303	(27,249)
	2,540,320	638,450	1,424,165	1,067,489

Reconciliation between the tax expense and profit or loss multiplied by applicable tax rate

The income tax rate applicable to the Group's income is 9% (for the nine-month period ended 30 September 2024: 9%). A reconciliation between the expected and the actual tax charge is provided below:

	Nine-month period ended 30 September	
	2025 AED (Unaudited)	2024 AED (Unaudited)
Profit before income tax	27,540,687	13,619,794
Tax on profit before tax at 9%	(2,478,662)	(1,225,781)
Adjustment for tax on exempt incomes	9,345,568	3,051,271
Adjustment for tax on non-deductible adjustments	(6,171,815)	(1,359,770)
Other adjustments	729,074	601,769
Income tax (expense)/ credit	1,424,165	1,067,489

The Group's consolidated effective tax rate (credit) in respect for the nine-month period ended 30 September 2025 was 5.1% (for the nine-month period ended 30 September 2024: 7.8%).

Deferred tax

During the current period, a net deferred tax assets was recognised amounting to AED 1,424,180. This is on account of taxable carried forward losses and a deferred tax liability on unrealised changes in fair value of financial assets measured at FVTPL and a deferred tax asset on unrealised changes in fair value of investment properties.

The Group will continue to monitor any further announcements and perform further assessment to ensure compliance with the Regulations.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

19 Income tax (continued)

In December 2021, the Organisation for Economic Co-operation and Development (OECD)/G20 Inclusive Framework on Base Erosion and Profit Shifting (BEPS) released the Pillar II Anti Global Base Erosion Rules (“GloBE Rules”). These rules mandate a global minimum tax rate of 15% for multinational enterprises that meet a threshold of consolidated revenue exceeding EUR 750 million.

In 2024, the UAE Ministry of Finance released a Consultation document on implementation of the OECD Base Erosion and Profit Shifting Pillar II (Minimum tax). The consultation aims to gather views from stakeholders on potential policy choices and design options.

On 11 February 2025, the Ministry of Finance of the United Arab Emirates (UAE) released Cabinet Decision No. 142 of 2024 on the Imposition of Top-Up Tax on Multinational Enterprises (Cabinet Decision). The imposition of a top-up tax, referred to as the domestic minimum top-up tax (DMTT), will apply to fiscal years starting on or after 1 January 2025.

The Group has assessed that there is no impact of Pillar Two rules on the financial statements for the nine-month period ended 30 September 2025.

20 Segment information

The primary segment reporting format is determined to be operating segments as the Group’s risks and rates of return are affected predominantly by differences in the products and services produced. The operating segments are organised and managed separately according to the nature of the products and services provided, with each segment representing a strategic operating unit that offers different products and serves different markets.

For management purposes, the Group is currently organised into five major operating segments. These segments are the basis on which the Group reports its primary segmental information. These are :

- (i) Investing in securities (“Investment in securities”);
- (ii) Investing in properties (“Investment properties”);
- (iii) Wholesale and distribution of food products (“Trading”).
- (iv) Marine, air and land shipment services along with management and operation of store and warehouses (“Freight forwarding and storage”); and
- (v) Non-core business units (“All other segments”).

Transactions between segments are conducted at rates determined by management taking into consideration the cost of activities.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

20 Segment information (continued)

Information regarding these segments is presented below for the nine-month period ended 30 September 2025 (unaudited) :

	<i>Investment in securities AED</i>	<i>Investment properties AED</i>	<i>Trading AED</i>	<i>Freight Forwarding, Logistics and storage AED</i>	<i>Others AED</i>	<i>Eliminations AED</i>	<i>Consolidated AED</i>
At 30 September 2025							
Revenue – external	57,073,165	13,507,242	30,273,707	6,892,476	198,533	-	107,945,123
Revenue – internal	-	1,111,938	-	3,443,985	-	(4,555,923)	-
Profit/ (loss) for the period	36,484,934	7,155,547	(7,545,529)	(7,433,320)	166,647	(189,730)	28,638,549
At 30 September 2024							
Revenue – external (Restated)	1,703,945	26,391,117	32,534,581	10,294,246	148,916	-	71,072,805
Revenue – internal	-	1,541,524	-	2,412,351	-	(3,953,875)	-
Profit/ (loss) for the period	(2,440,743)	21,153,475	1,992,298	(5,767,139)	(223,359)	-	14,714,532

The segment assets and liabilities are as follows:

	<i>Investment in securities AED</i>	<i>Investment properties AED</i>	<i>Trading AED</i>	<i>Freight Forwarding, Logistics and storage AED</i>	<i>Others AED</i>	<i>Eliminations AED</i>	<i>Consolidated AED</i>
At 30 September 2025							
Assets	1,227,130,997	118,087,018	149,225,107	159,077,869	109,688,148	(610,091,584)	1,153,117,555
Liabilities	499,755,785	18,629,634	32,476,915	186,492,591	1,936,621	(249,883,018)	489,408,528
At 31 December 2024							
Assets	1,278,083,095	96,309,609	161,317,563	144,542,670	108,726,342	(575,280,771)	1,213,698,508
Liabilities	592,990,545	4,010,350	33,579,854	167,968,059	827,525	(214,958,362)	584,417,971

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

21 Seasonality of results

The seasonal nature of the Group's activities primarily is driven by the trading segment, whose revenue has variability during the first quarter of the year.

22 Restatement – change in condensed consolidated interim statement of profit and loss

During the period ended 30 September 2025, the Group has reassessed the presentation of its condensed consolidated interim statement of profit or loss and concluded that the presentation of the condensed consolidated interim statement of profit or loss did not meet the requirements of IAS 1 – Presentation of financial statements. Consequently, the Group has decided to re-present its condensed consolidated interim statement of profit or loss, in particular, present the expenses previously presented by “function” as by “nature”, as well as reclassification of share of profit of investment accounted for using the equity method as a separate line from expenses and other line items as presented in the schedule below. The new presentation “by nature” provides information which is more relevant and reliable to the users of the financial statements. Accordingly, the prior period condensed consolidated interim statement of profit or loss for the three-month and nine-month periods ended 30 September 2024 has been restated and has been presented by “nature” along with the changes in other line items.

Hily Holding PJSC

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2025 (continued)

22 Restatement – change in condensed consolidated interim statement of profit and loss (continued)

The table below shows the impact of the change in presentation on the condensed consolidated interim statement of profit and loss for the three-month and the nine-month period ended 30 September 2024:

Condensed consolidated interim statement of profit and loss for the three-month period ended 30 September 2024 and the nine-month period ended 30 September 2024

	Three-month			Nine-month		
	<i>As previously reported AED</i>	<i>Restatement increase/(decrease) AED</i>	<i>As restated AED</i>	<i>As previously reported AED</i>	<i>Restatement increase/(decrease) AED</i>	<i>As restated AED</i>
Income						
Revenue from contracts with customers	8,921,004	57,265	8,978,269	42,702,949	125,878	42,828,827
Income from investment properties	8,487,711	-	8,487,711	26,391,117	-	26,391,117
Investment income	487,493	-	487,493	1,703,945	-	1,703,945
Other income	-	10,494	10,494	-	148,916	148,916
Total income	17,896,208	67,759	17,963,967	70,798,011	274,794	71,072,805
Expenses						
Direct cost	(11,023,788)	11,023,788	-	(36,610,517)	36,610,517	-
Selling and distribution expenses	(3,448,335)	3,448,335	-	(11,535,956)	11,535,956	-
General and administrative expenses	(2,361,776)	2,361,776	-	(12,892,035)	12,892,035	-
Impairment loss on trade receivables	(197,941)	197,941	-	(197,941)	197,941	-
Materials	-	(4,184,983)	(4,184,983)	-	(20,280,931)	(20,280,931)
Staff costs	-	(5,460,928)	(5,460,928)	-	(17,292,999)	(17,292,999)
Promotional and marketing expenses	-	(1,251,031)	(1,251,031)	-	(4,576,710)	(4,576,710)
Logistic and transportation expenses	-	(809,495)	(809,495)	-	(3,982,149)	(3,982,149)
Depreciation and amortization	-	(1,190,898)	(1,190,898)	-	(3,577,015)	(3,577,015)
Utilities, maintenance and rent expenses	-	(1,288,582)	(1,288,582)	-	(4,043,413)	(4,043,413)
Other expenses	-	(2,903,188)	(2,903,188)	-	(7,609,110)	(7,609,110)
Other income	10,494	(10,494)	-	148,916	(148,916)	-
Total expenses	(17,021,346)	(67,759)	(17,089,105)	(61,087,533)	(274,794)	(61,362,327)
Share of results of associate	8,304,291	-	8,304,291	28,950,986	-	28,950,986
(Loss)/profit before finance cost and finance income	9,179,153	-	9,179,153	38,661,464	-	38,661,464
Finance costs	(9,750,244)	-	(9,750,244)	(27,583,210)	-	(27,583,210)
Finance income	771,210	-	771,210	2,541,540	-	2,541,540
Profit/(loss) before income tax	200,119	-	200,119	13,619,794	-	13,619,794