

Emirates Driving Company P.J.S.C.

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2025 (UNAUDITED)

**INDEPENDENT AUDITOR'S REPORT ON REVIEW OF CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF
EMIRATES DRIVING COMPANY P.J.S.C.**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Emirates Driving Company P.J.S.C. (the "Company") and its subsidiaries (together referred to as the "Group") as of 30 June 2025 and the related interim condensed consolidated statements of comprehensive income, changes in equity and cash flows for the six-month period then ended, and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 ("IAS 34") "Interim Financial Reporting". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of these interim condensed consolidated financial statements consist 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.

Other Matter

The Group's consolidated financial statements for the year ended 31 December 2024 and interim condensed consolidated financial statements for the six-month period ended 30 June 2024 were audited and reviewed respectively by another auditor who expressed an unmodified opinion on those consolidated financial statements and unmodified conclusion on the interim condensed consolidated financial statements on 31 January 2025 and 23 July 2024, respectively.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements is not prepared, in all material respects in accordance with IAS 34.

Deloitte & Touche (M.E.)



Obada Alkowitz
Registration No. 1056
24 July 2025
Abu Dhabi
United Arab Emirates

Emirates Driving Company P.J.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six-month period ended 30 June 2025 (Unaudited)

		Three months ended 30 June		Six months ended 30 June	
		2025	2024	2025	2024
		AED '000	AED '000	AED '000	AED '000
	Notes	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenue		186,228	85,660	353,337	175,803
Direct expenses		(64,640)	(17,513)	(125,947)	(36,392)
GROSS PROFIT		121,588	68,147	227,390	139,411
Net gain/(loss) from financial assets at fair value through profit or loss	7	6,825	(300)	5,302	3,141
Rental income, net		1,549	1,322	3,024	2,809
Interest income		7,269	8,655	15,190	18,205
Other income		1,633	2,681	3,752	4,893
Gain on sale of assets held for sale		5,751	-	5,751	-
General and administrative expenses		(38,419)	(18,933)	(73,077)	(35,941)
Finance costs	5	(1,469)	(794)	(2,951)	(1,589)
PROFIT BEFORE TAX		104,727	60,778	184,381	130,929
Income tax expense	16	(14,622)	(5,453)	(25,474)	(11,630)
PROFIT FOR THE PERIOD		90,105	55,325	158,907	119,299
Other comprehensive loss for the period		-	(8,089)	-	(8,089)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		90,105	47,236	158,907	111,210
Attributable to:					
Owners of the Company		87,220	55,325	153,867	119,299
Non-controlling interests		2,885	-	5,040	-
		90,105	55,325	158,907	119,299
Basic and diluted earnings per share	3	0.08	0.05	0.14	0.11

The attached notes 1 to 19 form part of the interim condensed consolidated financial statements.

Emirates Driving Company P.J.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		30 June 2025 AED '000 (unaudited)	31 December 2024 AED '000 (audited)
	Notes		
ASSETS			
Non-current assets			
Property and equipment	4	292,457	282,288
Right-of-use assets	5	84,435	85,347
Intangible assets		277,306	280,025
		654,198	647,660
Current assets			
Financial assets at fair value through profit or loss	7	55,071	85,308
Inventories		1,178	1,008
Trade and other receivables	8	56,443	44,324
Amount due from related parties	14	300	1,315
Cash and bank balances	9	738,460	721,727
		851,452	853,682
Assets held for sale	6	149,351	164,100
TOTAL ASSETS		1,655,001	1,665,442
EQUITY AND LIABILITIES			
Equity			
Share capital	10	538,718	538,718
Statutory reserve	11	72,519	72,519
General reserve	12	72,519	72,519
Retained earnings		522,459	551,756
		1,206,215	1,235,512
Equity attributable to owners of the Company		1,206,215	1,235,512
Non-controlling interests		116,328	115,698
Total equity		1,322,543	1,351,210
Liabilities			
Non-current liabilities			
Lease liabilities	5	85,718	88,263
Contingent consideration	17	41,371	41,371
Employees' end of service benefits		14,351	13,110
Deferred tax liabilities		18,519	18,243
		159,959	160,987
Current liabilities			
Income tax payable	16	53,325	27,903
Lease liabilities	5	7,181	6,498
Amount due to related parties	14	402	11,794
Trade and other payables	13	109,091	107,050
		169,999	153,245
Liabilities associated to assets held for sale	6	2,500	-
Total liabilities		332,458	314,232
Total equity and liabilities		1,655,001	1,665,442

Chairman of the Board of Directors

Chief Executive Officer

Chief Financial Officer

The attached notes 1 to 19 form part of the interim condensed consolidated financial statements.

Emirates Driving Company P.J.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 30 June 2025

	Share capital AED'000	Legal reserve AED'000	General reserve AED'000	Cumulative change in fair value AED'000	Retained earnings AED'000	Equity attributable to owners AED'000	Non- Controlling interests AED'000	Total equity AED'000
Balance at 1 January 2024 (audited)	89,786	44,893	44,893	22,953	947,030	1,149,555	-	1,149,555
Profit for the period	-	-	-	-	119,299	119,299	-	119,299
Other comprehensive loss for the period	-	-	-	(8,089)	-	(8,089)	-	(8,089)
Total comprehensive income/(loss) for the period	-	-	-	(8,089)	119,299	111,210	-	111,210
Disposal of financial assets at fair value through other comprehensive income	-	-	-	(14,864)	14,864	-	-	-
Capitalization of retained earnings (note 10)	448,932	-	-	-	(448,932)	-	-	-
Dividends declared (note 15)	-	-	-	-	(183,164)	(183,164)	-	(183,164)
Balance as at 30 June 2024 (unaudited)	538,718	44,893	44,893	-	449,097	1,077,601	-	1,077,601
Balance at 1 January 2025 (audited)	538,718	72,519	72,519	-	551,756	1,235,512	115,698	1,351,210
Profit for the period	-	-	-	-	153,867	153,867	5,040	158,907
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	153,867	153,867	5,040	158,907
Dividends declared (note 15)	-	-	-	-	(183,164)	(183,164)	-	(183,164)
Dividends paid to non-controlling interests	-	-	-	-	-	-	(4,410)	(4,410)
Balance as at 30 June 2025 (unaudited)	538,718	72,519	72,519	-	522,459	1,206,215	116,328	1,322,543

The attached notes 1 to 19 form part of the interim condensed consolidated financial statements.

Emirates Driving Company P.J.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six-month period ended 30 June 2025 (Unaudited)

		Six months ended 30 June	
		2025 AED'000 (Unaudited)	2024 AED'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		184,381	130,929
Adjustments for:			
Depreciation of property and equipment	4	15,610	8,819
Amortisation of right-of-use assets	5	2,551	731
Amortisation of intangible assets		3,221	322
Provision for employees' end of service benefits		2,215	888
Dividend income		(1,451)	(1,352)
Fair value gain on financial assets at fair value through profit or loss	7	(4,337)	(1,480)
Finance costs	5	2,951	1,589
Interest income		(15,190)	(18,205)
Gain on disposal of assets classified as assets held for sale		(5,751)	-
		184,200	122,241
Movements in working capital:			
Increase in inventories		(170)	(29)
Increase in trade and other receivables		(5,384)	(2,726)
Decrease in amount due from related party		1,015	-
(Decrease)/ increase in trade and other payables		(6,818)	9,032
Cash from operations		172,843	128,518
Employees' end of service benefits paid		(974)	(136)
Net cash from operating activities		171,869	128,382
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property and equipment	4	(26,277)	(8,880)
Purchase of intangible assets		(310)	(1,761)
Dividends received		1,451	1,314
Purchase of financial assets at fair value through profit or loss		(1,111)	(1,962)
Proceeds from sale of financial assets at fair value through profit or loss		25,797	5,163
Proceeds from disposal of assets classified as assets held for sale		20,500	-
Proceeds from sale of financial assets at fair value through other comprehensive income		-	28,571
Movement in term deposits with original maturities more than three months		287,193	250,000
Proceeds from disposal of property and equipment		473	-
Interest received		18,377	27,347
Net cash from investing activities		326,093	299,792
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid to owners of the Company	15	(183,164)	(183,164)
Dividends paid to non-controlling interests		(4,410)	-
Lease liabilities paid	5	(6,462)	(3,712)
Net cash used in financing activities		(194,036)	(186,876)
NET INCREASE IN CASH AND CASH EQUIVALENTS		303,926	241,298
Cash and cash equivalents at the beginning of the period		109,406	434,093
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	9	413,332	675,391

The notes set out on pages 1 to 19 from part of the interim condensed consolidated financial statements.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS At 30 June 2025 (Unaudited)

1 GENERAL

Emirates Driving Company P.J.S.C. (the “Company”) was incorporated in the United Arab Emirates, as a Public Joint Stock Company, in accordance with the provisions of the UAE Federal Commercial Companies Law No. (8) of 1984 (as amended), replaced by UAE Federal Law No. (32) of 2021 and the amended Emiri Decree no. (9) for the year 2002.

The Company, and its subsidiary, (together referred to as the “Group”) are engaged in the management and development of motor vehicles driving training, and to manage investment properties which is the primary operation of the subsidiary (Tabieah Properties Investments L.L.C.). Services are rendered to all people who are living in the United Arab Emirates. The Company's registered office is PO Box 2943, Abu Dhabi, United Arab Emirates. The Parent Company is Multiply Group PJSC and the Ultimate Parent of the Company is Royal Group Holding LLC.

The interim condensed consolidated financial statements of the Group were authorized for issue by the Chairman on behalf of the Board of Directors on 24 July 2025.

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements of the Group prepared in accordance with International Accounting Standard 34, Interim Financial Reporting.

The interim condensed consolidated financial statements have been presented in United Arab Emirates Dirhams (“AED”), which is the functional and presentation currency of the Company. All financial information is presented in AED has been rounded to the nearest thousand, unless otherwise stated.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full annual consolidated financial statements prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and should be read in conjunction with the annual consolidated financial statements as at 31 December 2024. In addition, results for the six-month period ended 30 June 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

Basis of consolidation

The interim condensed consolidated financial statements comprise the financial statements of the Company and its subsidiaries:

Name of the subsidiaries	Country of incorporation	Principal activities	Proportion of ownership interest	
			2025	2024
Tabieah Property Investments L.L.C.	U.A.E.	Manage investment properties	100%	100%
Emirates Mobility Company Limited	U.A.E.	Investment company	100%	100%
Excellence Premier Investment LLC	U.A.E.	Investment in commercial, industrial, agricultural enterprises and management	51%	51%
Below are subsidiaries of Excellence Premier Investment LLC:				
Excellence Driving Centre LLC	U.A.E.	Automobile driving school and Optical centre	100%	100%
Excellence Couriers Delivery Services LLC	U.A.E.	Order management and delivery services	100%	100%
Excellence Premier Auto Repair LLC	U.A.E.	Maintenance and general repairs of Vehicles, and cleaning	100%	100%
Excellence Premium Limousine Services LLC	U.A.E.	Passenger transport by Luxury motor vehicles	100%	100%

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

At 30 June 2025 (Unaudited)

2.1 BASIS OF PREPARATION (continued)

The financial statements of the subsidiaries are prepared for the same reporting period as the Company, using consistent accounting policies. All intra-group balances, transactions, income and expenses and profits or losses resulting from intra-group transactions that are recognized in assets, are eliminated in full.

2.2 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies adopted in the preparation of these interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024 except for the adoption of the following new standards and interpretations effective as at 1 January 2025 which have not caused any material impact on the Group's interim condensed consolidated financial statements.

2.2.1 Application of new International Financial Reporting Standards ("IFRS Accounting Standards")

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

The following new and revised IFRS Accounting Standards, which became effective for annual periods beginning on or after 1 January 2025, have been adopted in these interim condensed consolidated financial statements. The application of these revised IFRS Accounting Standards 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.

- Lack of Exchangeability (Amendments to IAS 21)

New and revised IFRS Accounting Standards in issue but not yet effective

<u>New and revised IFRS accounting standards</u>	<u>Effective for annual periods beginning on or after</u>
Amendments IFRS 9 and IFRS 7 regarding the classification and measurement of financial instruments	1 January 2026
Amendment to IFRS 9 and IFRS 7 - Contracts Referencing Nature-dependent Electricity	1 January 2026
Annual improvements to IFRS Accounting Standards — Volume 11	1 January 2026
The pronouncement comprises the following amendments:	
• IFRS 1: Hedge accounting by a first-time adopter	
• IFRS 7: Gain or loss on derecognition	
• IFRS 7: Disclosure of deferred difference between fair value and transaction price	
• IFRS 7: Introduction and credit risk disclosures	
• IFRS 9: Lessee derecognition of lease liabilities	
• IFRS 9: Transaction price	
• IFRS 10: Determination of a 'de facto agent'	
• IAS 7: Cost method	
IFRS 18 <i>Presentation and Disclosures in Financial Statements</i>	1 January 2027
IFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
IFRS S1 <i>General Requirements for Disclosure of Sustainability-related Financial Information</i>	Effective date not yet decided by the regulator in the United Arab Emirates
IFRS S2 <i>Climate-related Disclosures</i>	Effective date not yet decided by the regulator in the United Arab Emirates

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(continued)

At 30 June 2025 (Unaudited)

2.2 MATERIAL ACCOUNTING POLICY INFORMATION (continued)

Segmental analysis

The business activities of the Group are performed on an integrated basis. Therefore, any segmentation of operating income, expenses, assets and liabilities is not relevant and is not performed for internal management reporting purposes.

For internal management purpose, the Group is organized as one business unit based on the training and testing services and has only one reportable segment. The Group is managed as a single business unit and the financial performance is reported in the internal reporting provided to the Chief Operating Decision-maker ("CODM"). The Executive Committee, which is responsible for allocating resources and assessing performance of the operating segments, has been identified as the CODM that makes strategic decisions. The financial information reviewed by the CODM is based on the IFRS Accounting standards compliant financial information for the Group. The CODM monitors the operating results of its business unit separately for the purpose of making decisions about resource allocation and performance assessment.

The CODM regularly reviews the interim condensed consolidated statement of profit or loss and other comprehensive income. The CODM function is to allocate resources to and assess the performance of the operating segments of the Group. Based on the review and assessment of the CODM, the Group has a single operating segment, which is 'training and testing service'.

There are no other economic characteristics within the Group that will lead to determination of other operating segments. This analysis requires significant judgement as to the circumstances of the Group.

The Group does not have any operating segments that are aggregated. The CODM has considered the following criteria in determining the operating segments of the Group:

- the nature of products and services;
- the nature of the production processes;
- the type or class of customer for their products and services; and
- the methods used to distribute their products or provide their services;

Based on the criteria and evaluation above, the CODM has determined that the Group has only one operating segment, which is consistent with the internal reporting and performance measurement.

2.3 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the interim condensed consolidated financial statements in conformity with International Financial Reporting Standards requires management to make judgment, estimates and assumptions that affect the application of accounting policies and reported amounts of financial assets and liabilities and the disclosure of contingent liabilities. These judgments, estimates and assumptions also affect revenue, expenses, and provisions as well as fair value changes. Actual results may differ from these estimates.

These judgments, estimates and assumptions may affect the reported amounts in subsequent financial years. Estimates and judgments are currently evaluated and are based on historical experience and other factors.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2024.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

3 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of shares outstanding during the period as follows:

	Three months ended 30 June		Six months ended 30 June	
	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)
Profit for the period attributable to equity holders of the parent (AED'000)	86,959	55,325	153,606	119,299
Weighted average number of shares in issue for the purpose of basic and diluted earnings per share ('000)	1,077,437	1,077,437	1,077,437	1,077,437
Basic earnings per share (AED)	0.08	0.05	0.14	0.11

The calculation of basic and diluted earnings per share for the comparative period has been adjusted to reflect the impact of the split of the Company's nominal value per share to be 50 Fils instead of the previous nominal value of AED 1 and the issuance of new shares approved by the shareholders on 9 January 2024 (note 10).

4 PROPERTY AND EQUIPMENT

During the six months ended 30 June 2025, the Group acquired assets with a cost of AED 26,277 thousand (30 June 2024: AED 8,880 thousand). Depreciation charges for six months ended 30 June 2025 amounted to AED 15,610 thousand (30 June 2024: AED 8,819 thousand).

5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

	Right-of-use assets AED '000	Lease liabilities AED '000
As at 1 January 2025 (audited)	85,347	94,761
Addition	1,639	1,649
Amortisation expense	(2,551)	-
Finance cost	-	2,951
Payments	-	(6,462)
As at 30 June 2025 (unaudited)	84,435	92,899
As at 1 January 2024 (audited)	40,264	44,659
Acquired in business combination (note 17)	48,164	51,299
Amortisation expense	(3,081)	-
Finance cost	-	4,407
Payments	-	(5,604)
As at 31 December 2024 (audited)	85,347	94,761

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

(continued)

30 June 2025 (Unaudited)

5 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES (continued)

Lease liabilities is analysed in the interim condensed consolidated statement of financial position as follows:

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Current	7,181	6,498
Non-current	85,718	88,263
	92,899	94,761

Following are the amounts recognised in the interim condensed consolidated statement of profit or loss:

	30 June 2025 AED '000 (Unaudited)	30 June 2024 AED '000 (Audited)
Amortisation on right-of-use assets	2,551	731
Interest expense on lease liabilities	2,951	1,589

6 ASSETS HELD FOR SALE

On 5 November 2024, the Board of Directors resolved to sell the building located in Saadiyat Island, which is registered under Tabeiah Property Investments LLC, a subsidiary of the Group. The sale of the property is expected to be completed within one year from the date of designation as held for sale, in accordance with the Group's strategic plan to streamline its portfolio. As at 31 December 2024, the building met the criteria for classification as an asset held for sale in accordance with IFRS 5. Consequently, the property was reclassified from "Investment Properties" to "Assets Held for Sale" in the consolidated statement of financial position amounting AED 164,100 thousand as at 31 December 2024. Six units were sold during the period and asset held for sale amounting AED 149,351 thousand were remaining as at 30 June 2025.

As at 30 June 2025, AED 2,500 thousand is recognised as liabilities associated to held for sale.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

7 FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (“FVTPL”)

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
As at 1 January	85,308	76,969
Additions during the period /year	1,111	7,654
Disposals during the period /year	(25,797)	(11,104)
Change in fair value	4,337	11,789
Reclassification of convertible notes to other receivable*	(9,888)	-
Balance at the end of the period/year	55,071	85,308

* During the period, the unquoted equity which is a convertible note was reclassified as other receivables upon its expiration (note 8).

Financial assets at FVTPL represent investments in a quoted and unquoted equity portfolio measured at FVTPL. The fair value measurement has been categorised as a level 1 fair value based on the input to the valuation technique used and level 3 based on unobservable inputs.

	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
30 June 2025 (Unaudited)				
Financial assets at fair value through profit or loss	55,071	-	-	55,071
31 December 2024 (Audited)				
Financial assets at fair value through profit or loss	75,014	-	10,294	85,308

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair value are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1:* quoted prices in active markets for assets and liabilities
- Level 2:* inputs other than quoted prices included within level 1 are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3:* inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

8 TRADE AND OTHER RECEIVABLES

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Trade receivables	12,216	14,135
Less: allowance for expected credit losses	(2,043)	(2,043)
Net trade receivables	10,173	12,092
Accrued interest income	8,735	11,658
Prepaid expenses	16,230	12,454
Advances to suppliers	5,745	4,620
Margin deposits	786	786
Other receivables*	14,774	2,714
	56,443	44,324

*Other receivables include the previously recognised unquoted FVTPL amounted to AED 9,888 thousand from The Consultants Driving Company (note 7).

9 CASH AND CASH EQUIVALENTS

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Cash in hand	50	52
Cash at banks	67,180	26,354
Term deposits with UAE banks	671,230	695,321
Cash and bank balances as presented in the interim condensed consolidated statement of financial position	738,460	721,727
Less: bank deposits with original maturities for more than three months	(325,128)	(612,321)
Cash and cash equivalents as presented in the interim condensed consolidated statement of cash flows	413,332	109,406

Bank deposits are made for varying periods of between one month to twelve months, depending on the immediate cash requirements of the Company. The effective interest rate on bank deposits ranges from 4.25% to 4.5% per annum (31 December 2024: 4.36% to 5.28%).

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

10 SHARE CAPITAL

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
<i>Authorised, issued and fully paid</i>		
1,077,437 thousand shares of AED 0.50 each	538,718	538,718

On 9 January 2024, the Shareholders at the General Assembly approved:

- the split of the Company's share nominal value to be 50 Fils instead of the current nominal value of AED 1 resulting in an increase in the number of issued shares by the Company from 89,786,400 shares to 179,572,800 shares.
- the capitalization of a part of the Group's retained earnings amounting to AED 448,932,000 to the Company's share capital resulting in the share capital subsequent to capitalization to become AED 538,718,400 divided into 1,077,436,800 shares with a nominal value of 50 Fils via the issuance of 897,864,000 new shares.
- the amendment of article No. 6 of the Company's Article of Association reflecting the Company's updated number of shares and the related share nominal value.

11 STATUTORY RESERVE

In accordance with UAE Federal Law No. (32) of 2021, concerning Commercial Companies and the Company's Article of Association, 10% of the annual profit, including the 5% of annual profit of the subsidiary, is to be transferred to a non-distributable legal reserve until the balance of the legal reserve equals 50% of the Company's paid-up capital.

12 GENERAL RESERVE

In accordance with the Company's Articles of Association, 10% of the annual profit for the year is to be transferred to a general reserve until the general assembly resolves to discontinue such transfers based on the Board of Directors' proposal or if the reserve equals 50% of the Company's paid up share capital. This reserve is used for the purposes determined by the ordinary general assembly based upon the Board of Director's proposal.

13 TRADE AND OTHER PAYABLES

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Trade payables	20,214	12,418
Advances received from customers*	41,562	34,031
Accruals and other payables	47,245	60,531
Retention Payable	70	70
	109,091	107,050

* These advances are short term and will be recognized within one year from the reporting date.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

14 RELATED PARTIES TRANSACTIONS AND BALANCES

Related parties represent associated companies, parent Companies, directors and key management personnel of the Group or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

Transactions with related parties included in the interim condensed consolidated statement of comprehensive income are as follows:

	Three months ended 30 June		Six months ended 30 June	
	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)
Purchases from related parties				
<i>Parent Company</i>				
Multiply Group PJSC	52	426	103	851
<i>Entities under common control of the ultimate parent Company</i>				
Purple Printing LLC	-	13	-	13
Cyber Gate Defense LLC	-	284	271	284
Emircom LLC	324	546	664	1,265
	<u>376</u>	<u>1,269</u>	<u>1,038</u>	<u>2,413</u>
General and administrative expenses				
<i>Significant Shareholder</i>				
Al Dhabi Capital Limited	138	107	257	199

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

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Amounts due from related parties		
<i>Entities under common control of the ultimate parent Company</i>		
International Securities LLC	-	1,287
Excellence Corporate Management LLC	300	28
	<u>300</u>	<u>1,315</u>
Amounts due to related parties		
<i>Parent Company</i>		
Multiply Group PJSC	76	72
<i>Entities under common control of the ultimate parent Company</i>		
Excellence Corporate Management LLC	-	11,403
Emircom LLC	326	182
Provis Real Estate Management LLC	-	137
	<u>402</u>	<u>11,794</u>

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(continued)

30 June 2025 (Unaudited)

14 RELATED PARTIES TRANSACTIONS AND BALANCES (continued)

The remuneration of senior key management personnel of the Group during the six month period was as follows:

	Three months ended 30 June		Six months ended 30 June	
	2025	2024	2025	2024
	AED '000	AED '000	AED '000	AED '000
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Compensation of key management personnel				
Salaries and short-term benefits	838	927	1,676	1,465
Post-employment benefits	71	92	141	151
	909	1,019	1,817	1,616

15 DIVIDENDS AND DIRECTORS' REMUNERATION

Attributable to owners of the Company

On 11 March 2025, the Shareholders at the Annual General Assembly approved the distribution of cash dividends of 17 Fils per share amounting to AED 183,164 thousand (2024: 17 Fils per share amounting to AED 183,164 thousand).

On 11 March 2025, the Shareholders at the Annual General Assembly approved directors' remuneration relating to the results of the 2024 financial year amounting to AED 6,250 thousand (2024: AED 5,000 thousand relating to the results of the 2023 financial year).

Attributable to non-controlling interests

During the period, the Group paid dividends to non-controlling interest amounting to AED 4,410 thousand.

16 INCOME TAX

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance ("MoF") released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law ("CT Law") to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Group's accounting year ends on 31 December, the first tax return will be filed on or before 30 September 2025. The taxable income of the entities that are in scope for UAE CT purposes are subject to the rate of 9% corporate tax.

The UAE has enacted the Pillar Two legislation by way of a Domestic Minimum Top-up Tax ("DMTT"), which became effective from 1 January 2025. The Group has recognised top-up tax amounted to AED 8,947 thousand for the period ended 30 June 2025.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

16 INCOME TAX (continued)

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the interim condensed consolidated statement of profit or loss are:

	Three months ended 30 June		Six months ended 30 June	
	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)	2025 AED '000 (unaudited)	2024 AED '000 (unaudited)
Current income tax expense	8,995	5,497	16,475	11,497
Deferred income tax expense	486	(44)	52	133
Domestic minimum Top-up Tax	5,141	-	8,947	-
Income tax expense recognized in the consolidated statement of profit or loss	14,892	5,453	25,474	11,630

The Effective Tax Rate (ETR) for six-month period is charged at 14% (30 June 2024: 9%) representing the best estimate of the average annual effective rate expected for the full year, applied to the pre-tax income of six-month period. The rise in the ETR compared to last year is due to the introduction of DMTT in the UAE.

Furthermore, for the period ended 30 June 2025, the Group has applied the IASB amendment to IAS 12, Income Taxes, which provides a mandatory temporary exception from recognizing or disclosing deferred taxes related to Pillar Two.

17 BUSINESS COMBINATIONS

Acquisition during the period

In 2024, the Group acquired the following entity, which was accounted for using the acquisition method under IFRS 3 Business Combination:

Excellence Premier Investment LLC

Effective 19 July 2024, the Group acquired a 51% equity interest in Excellence Premier Investment LLC for a cash consideration of AED 153,000 thousand and a contingent consideration of AED 41,371 thousand. Excellence Premier Investment LLC is based in the Emirate of Dubai and is a specialized driving training, courier services, premier auto repairs and limousine services provider in the United Arab Emirates. From the date of acquisition, Excellence Premier Investment LLC contributed revenue and profit to the Group amounting to AED 114,095 thousand and AED 12,452 thousand respectively. If the acquisition had taken place at the beginning of the year, Excellence Premier Investment LLC would have contributed revenue and profit to the Group amounting to AED 233,907 thousand and AED 23,451 thousand respectively.

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

17 BUSINESS COMBINATIONS (continued)

Assets acquired and liabilities assumed

The fair values of the identifiable assets and liabilities of the acquired entity as at the date of acquisition were as follows:

	<i>Excellence Premier Investment LLC AED'000</i>
Assets	
Property and equipment	69,370
Intangible assets	194,965
Right of use assets	48,164
Trade and other receivables	10,580
Cash and bank balances	34,829
Total assets	357,908
Liabilities	
Trade and other payables	49,000
Income taxes payable	920
Due to a related party	11,403
Employees end of service benefits	2,387
Deferred tax liability	17,291
Lease liability	51,299
Total liabilities	132,300
Total identifiable net assets at fair value	225,608
Proportionate share of identifiable net assets acquired	115,061
Goodwill arising on acquisition	79,310
Total purchase consideration	194,371

Purchase consideration includes a cash consideration of AED 153,000 thousand and a contingent consideration of AED 51,000 thousand payable on 31 December 2026 if Excellence Premier Investment LLC achieves the maximum normalized EBITDA for the years ending 31 December 2025 and 31 December 2026 of AED 51,000 thousand and AED 57,000 thousand, respectively. The fair value of the contingent consideration amounted to AED 41,371 thousand as at 31 December 2024 and as at 30 June 2025.

Analysis of cashflows on acquisition is as follows:

	<i>Excellence Premier Investment LLC AED'000</i>
Cash paid for acquisition	153,000
Cash acquired on business combination	(34,829)
Net cash paid on acquisition	118,171

Emirates Driving Company P.J.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (continued)

30 June 2025 (Unaudited)

18 COMMITMENTS

	30 June 2025 AED '000 (Unaudited)	31 December 2024 AED '000 (Audited)
Contingent liabilities		
Letter of guarantees	357	357

19 SUBSEQUENT EVENTS

Acquisition subsequent to the period

Subsequent to the period end, the Group acquired a 22.5% equity interest in Mwasalat Holding LLC, with the option to increase its shareholding to 50.6%, subject to completion of certain conditions and relevant regulatory approvals. Mwasalat Holding LLC operates a diverse fleet spanning public buses, taxis, school transportation, and corporate vehicle services.