



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

**LIMITED REVIEW REPORT  
AND INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS FOR THE SIX MONTHS  
PERIOD ENDED 30 JUNE 2025**

**Interim condensed consolidated financial statements  
For the six months period ended 30 June 2025**

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## *Limited review report On interim condensed consolidated financial statements*

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

### *Introduction*

We have conducted a limited review for the accompanying interim condensed consolidated statement of financial position of TAQA Arabia Company "S.A.E" (the "Company") and its subsidiaries (together the "Group") as of 30 June 2025 and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with the Egyptian Accounting Standard No. 30 "Interim Financial Statements", and our responsibility is limited to expressing a conclusion on these interim condensed consolidated financial statements based on our limited review.

### *Scope of the limited review*

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on these interim condensed consolidated financial statements.

### *Conclusion*

In light of our limited review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with Egyptian Accounting Standard 30 "Interim financial reporting".

  
Hisham Mohamed Hamed  
R.A.A. 39411  
F.R.A. 422  
  
13 August 2025  
Cairo

**Interim condensed consolidated statement of financial position – As of 30 June 2025**

(All amounts in EGP)	Note	30 June 2025	31 December 2024
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets	5.(A)	6,479,255,626	6,402,225,645
Projects under construction	5.(B)	705,872,800	586,304,328
Right of use assets	5.(C)	689,883,359	686,088,454
Intangible assets		31,347,958	29,541,134
Deferred tax assets		189,582,322	183,050,330
Goodwill		408,146,786	408,146,786
Investment in associate		22,069,713	8,603,577
Financial assets at fair value through other comprehensive income	4.(B)	188,543,584	188,543,584
Due from related parties	6.(A)	39,200,000	39,200,000
Financial assets at amortized cost		5,219,436	3,868,333
Other debit balances		22,580,678	22,519,512
Derivative financial instrument	8	34,917,024	77,679,195
<b>Total non-current assets</b>		<b>8,816,619,286</b>	<b>8,635,770,878</b>
<b>Current assets</b>			
Inventories	5.(E)	1,755,458,533	1,425,061,503
Financial assets at amortized costs		2,568,888,549	2,452,122,804
Other debit balances		729,984,998	665,911,816
Due from related parties	6.(A)	34,433,849	34,412,852
Investment in treasury bills		46,811,769	-
Cash and cash equivalents		7,750,045,114	5,246,298,443
<b>Total current assets</b>		<b>12,885,622,812</b>	<b>9,823,807,418</b>
<b>Total assets</b>		<b>21,702,242,098</b>	<b>18,459,578,296</b>
<b>Equity</b>			
Paid up capital	7	676,176,900	676,176,900
Share premium		6,501,700	6,501,700
Reserves		844,532,714	862,723,626
Retained earnings		2,006,140,147	1,887,103,669
<b>Total equity attributable to owners of TAQA Arabia company</b>		<b>3,533,351,461</b>	<b>3,432,505,895</b>
Non-controlling interests		732,005,339	708,052,451
<b>Total equity</b>		<b>4,265,356,800</b>	<b>4,140,558,346</b>
<b>Non-current liabilities</b>			
Loans – non-current portion	4.(A)	3,488,092,233	3,485,592,500
Lease liabilities	5.(C)	813,469,555	795,456,144
Deferred tax liabilities		384,894,326	385,504,282
Long term liabilities		171,727,755	162,509,491
<b>Total non-current liabilities</b>		<b>4,858,183,869</b>	<b>4,829,062,417</b>
<b>Current liabilities</b>			
Trade payables and other credit balances		5,160,228,697	4,455,082,807
Due to related parties	6.(A)	334,309,429	266,265,736
Current income tax liabilities		276,702,760	257,192,132
Bank facilities		5,877,065,909	3,607,369,948
Loans –current portion	4.(A)	381,661,814	460,142,463
Lease liabilities	5.(C)	61,802,494	58,823,611
Provisions	5.(D)	486,930,326	385,080,836
<b>Total current liabilities</b>		<b>12,578,701,429</b>	<b>9,489,957,533</b>
<b>Total liabilities</b>		<b>17,436,885,298</b>	<b>14,319,019,950</b>
<b>Total equity and liabilities</b>		<b>21,702,242,098</b>	<b>18,459,578,296</b>

- The accompanying notes on pages 7 – 32 form an integral part of these interim condensed consolidated financial statements.
- Limited review report attached.

  
Deputy Chief Financial Officer  
Mr. Ahmed El-Rouby

  
Chief Financial Officer  
Mr. Peter Mofeed

  
Chief Executive Officer  
Mrs. Pakinam Kafafi

12 August 2025

**Interim condensed consolidated statement of profit or loss**  
**For the six months period ended 30 June 2025**

(All amounts in EGP)		<b>Six-month ended 30 June</b>		<b>Three-month ended 30 June</b>	
	<b>Note</b>	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Revenues	2.(A)	11,543,750,307	7,791,586,330	6,164,914,725	4,215,079,911
Cost of revenues		10,238,944,505	(6,959,448,368)	(5,467,523,105)	(3,737,478,707)
<b>Gross profit</b>		<b>1,304,805,802</b>	<b>832,137,962</b>	<b>697,391,620</b>	<b>477,601,204</b>
Administrative expenses		(420,999,787)	(255,739,878)	(212,936,932)	(124,316,950)
Net impairment losses of financial assets	3.(A)	(6,150,427)	(2,000,098)	(2,403,656)	(586,788)
Other expenses		(144,896,087)	(161,258,372)	(53,400,848)	(134,615,420)
Other income		8,568,608	2,438,909	2,553,909	997,119
<b>Operating profit</b>		<b>741,328,109</b>	<b>415,578,523</b>	<b>431,204,093</b>	<b>219,079,165</b>
Finance cost – net	3.(B)	(157,962,204)	(196,003,564)	(70,801,105)	(124,347,590)
Foreign currency exchange gain - net		1,471,379	60,175,383	3,032,450	34,027,993
<b>Profit for the period before income tax</b>		<b>584,837,284</b>	<b>279,750,342</b>	<b>363,435,438</b>	<b>128,759,568</b>
Income tax	3.(C)	(164,072,980)	(55,430,495)	(107,581,393)	(3,403,377)
<b>Net profit for the period</b>		<b>420,764,304</b>	<b>224,319,847</b>	<b>255,854,045</b>	<b>125,356,191</b>
<b>Profit attributable to:</b>					
Owners of TAQA Arabia Company		350,003,222	211,324,194	213,923,947	108,548,128
Non-controlling interest		70,761,082	12,995,653	41,930,098	16,808,063
<b>Net profit for the period</b>		<b>420,764,304</b>	<b>224,319,847</b>	<b>255,854,045</b>	<b>125,356,191</b>
<b>Earnings per share attributed to the owners of TAQA Arabia</b>	6.(B)				
Basic per share		<b>0.259</b>	<b>0.156</b>	<b>0.158</b>	<b>0.080</b>
Diluted per share		<b>0.259</b>	<b>0.156</b>	<b>0.158</b>	<b>0.080</b>

- The accompanying notes on pages 7 – 32 form an integral part of these interim condensed consolidated financial statements.

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



**Interim condensed consolidated statement of comprehensive income  
For the six months period ended 30 June 2025**

(All amounts in EGP)		Six-month ended 30 June		Three-month ended 30 June	
	Note	2025	2024	2025	2024
Net profit for the period		420,764,304	224,319,847	255,854,045	125,356,191
<b>Other comprehensive income</b>					
<b>Items that are or may be reclassified subsequently to profit or loss:</b>					
Foreign currency translation differences		(48,814,163)	507,129,548	(30,719,942)	27,476,137
Derivative financial instruments - cash flow hedge		(41,412,518)	23,951,107	(7,800,692)	11,761,746
Income tax related to these items		9,317,816	(5,388,999)	1,755,156	(2,646,393)
<b>Total other comprehensive (loss)/income for the period, net of tax</b>		<b>(80,908,865)</b>	<b>525,691,656</b>	<b>(36,765,478)</b>	<b>36,591,490</b>
<b>Total comprehensive income for the period</b>		<b>339,855,439</b>	<b>750,011,503</b>	<b>219,088,567</b>	<b>161,947,681</b>
<b>Attributed to:</b>					
Owners of TAQA Arabia Company		302,912,017	527,255,490	192,020,083	129,105,317
Non-controlling interests		36,943,422	222,756,013	27,068,484	32,842,364
<b>Total comprehensive income for the period</b>		<b>339,855,439</b>	<b>750,011,503</b>	<b>219,088,567</b>	<b>161,947,681</b>

- The accompanying notes on pages 7 – 32 form an integral part of these interim condensed consolidated financial statements.



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

## Interim condensed consolidated statement of change in equity For the six months period ended 30 June 2025

(All amounts in EGP)	Reserves						Total equity attributable to owners of TAQA Arabia company	Non-controlling interest	Total equity
	Paid up capital	Share premium	Legal reserve	Translation reserve	Hedging reserve	Other reserve	Equity investment at Fair value through OCI	Retained earnings	
<b>Balance at 1 January 2024</b>	676,176,900	6,501,700	94,242,945	234,037,802	18,127,247	50,465,949	22,790,648	1,411,303,135	2,513,646,326
Total comprehensive income for the period	-	-	-	304,794,031	11,137,265	-	-	211,324,194	527,255,490
Transfer to legal reserve	-	-	9,337,590	-	-	-	-	(9,337,590)	-
Dividends for shareholders	-	-	-	-	-	-	-	-	-
Board of directors and employees profit share	-	-	-	-	-	-	-	-	(57,587,341)
<b>Balance at 30 June 2024</b>	676,176,900	6,501,700	103,580,535	538,831,833	29,264,512	50,465,949	22,790,648	1,482,610,217	2,910,222,294
<b>Balance at 1 January 2025</b>	676,176,900	6,501,700	103,580,535	576,608,865	26,320,981	50,465,949	105,747,296	1,887,103,669	3,432,505,895
Total comprehensive income for the period	-	-	-	(27,834,384)	(19,256,821)	-	-	350,003,222	302,912,017
Transfer to legal reserve	-	-	28,900,293	-	-	-	-	(28,900,293)	-
Non-controlling interests on acquisition of subsidiary	-	-	-	-	-	-	-	-	-
Dividends for shareholders	-	-	-	-	-	-	-	-	-
Board of directors and employees profit share	-	-	-	-	-	-	-	-	17,352,401
<b>Balance at 30 June 2025</b>	676,176,900	6,501,700	132,480,828	548,774,481	7,064,160	50,465,949	105,747,296	2,006,140,147	3,533,351,461
								(202,066,451)	(202,066,451)
								(3,599,759)	(205,666,210)
								732,005,339	4,265,356,800

- The accompanying notes on pages 7 - 32 form an integral part of these interim condensed consolidated financial statements.

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

**Interim condensed consolidated statement of cash flows (continued)**  
**For the six months period ended 30 June 2025**



(All amounts in EGP)	Six-month ended 30 June	
	2025	2024
<b>Cash flows from operating activities</b>		
<b>Profit for the period before income tax</b>	<b>584,837,284</b>	<b>279,750,342</b>
<b>Adjusted for:</b>		
Depreciation of fixed assets	205,965,455	152,007,599
Amortization of intangible assets	3,928,504	2,857,610
Amortization - right of use assets	33,748,957	28,290,509
Impairment losses of trade receivables	6,150,427	2,000,098
Provision formed	122,680,670	138,468,762
Gain on sale of fixed assets	(611)	(167,283)
Finance cost - net	99,103,223	135,621,784
Interest expense - lease liability	58,363,987	60,381,780
<b>Operating profit before changes in working capital</b>	<b>1,114,777,896</b>	<b>799,211,201</b>
<b>Changes in working capital</b>		
Trade receivables and other debit balances	(181,855,874)	(508,513,751)
Inventories	(330,381,505)	(369,565,636)
Related parties	68,022,696	102,934,680
Trade payables and other credit balances	726,011,463	213,630,631
Current income tax liabilities	(114,446,543)	(161,758,676)
Provision used	(20,706,543)	(51,141,776)
<b>Cash flows generated from operating activities</b>	<b>1,261,421,589</b>	<b>24,796,673</b>
Board of directors and employees' dividends paid	(205,666,210)	(138,380,386)
Income tax paid	(28,077,214)	(37,145,131)
<b>Net Cash flows generated from/(used in) operating activities</b>	<b>1,027,678,165</b>	<b>(150,728,844)</b>
<b>Cash flows from investing activities</b>		
Payments for additions of fixed assets and projects under construction	(481,458,545)	(515,517,079)
Proceeds from interest revenue	639,007,100	511,927,762
Payments for intangible assets	(5,017,684)	-
Proceeds from sale of fixed assets	1,919	1,260,706
Investment in treasury bills	(46,811,769)	-
Payments for investments in affiliated companies	(13,466,136)	-
<b>Net cash flows generated from/(used in) investing activities</b>	<b>92,254,885</b>	<b>(2,328,611)</b>
<b>Cash flows from financing activities</b>		
Proceeds from loans	206,425,818	178,712,094
Repayment to loans	(240,907,049)	(217,370,168)
Interest paid	(754,541,766)	(558,285,509)
Bank facilities	2,269,695,960	(4,273,018,020)
Lease liability payments	(74,616,798)	(52,408,405)
Share of non-controlling interests in the increase in the capital of subsidiaries	17,352,403	-
Non-controlling interest dividends	(26,743,178)	(57,587,341)
<b>Net cash flows generated from/ (used in) financing activities</b>	<b>1,396,665,390</b>	<b>(4,979,957,349)</b>
<b>Net changes in cash and cash equivalent</b>	<b>2,516,598,440</b>	<b>(5,133,014,804)</b>
Cash and cash equivalent at the beginning of the year	5,130,229,770	6,455,312,096
Effect of changes in exchange rate on cash and cash equivalent	(10,017,124)	301,074,489
<b>Cash and cash equivalent at the end of the period</b>	<b>7,636,811,086</b>	<b>1,623,371,781</b>

- The accompanying notes on pages 7 – 32 form an integral part of these interim condensed consolidated financial statements.



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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

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### 1. General information

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

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

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

The group is primarily involved in the following activities:

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

The interim condensed consolidated financial statements have been approved for issuance by the Board of Directors on 12 August 2025. The General Assembly meeting of shareholders has the right to amend the financial statements after its issuance.

### 2. Operating segments

The information below describe the segment information provided to the chief operating decision making which must be disclosed for the six months period ended 30 June 2025.

The following summary describes each reportable segment:

#### (a) Gas sector

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

This arm provides its customers with:

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

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

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

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

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#### **2. Operating segments (continued)**

##### **(b) Power Sector**

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

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

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

##### **(c) Fuel and Lubricants**

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

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

##### **(d) Water**

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

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

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 2. Operating segments (continued)

##### 2.(A) Revenue

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Water treatment & desalination revenue	Total
Six months period ended 30 June 2025							
Revenues from external customers	7,114,230,602	1,840,679,360	1,314,787,718	238,023,065	981,718,970	54,310,592	11,543,750,307
Timing of revenue recognition							
At a point in time	7,114,230,602	503,560,875	867,406,389	238,023,065	981,718,970	-	9,704,939,901
Over time	-	1,337,118,485	447,381,329	-	-	54,310,592	1,838,810,406
	7,114,230,602	1,840,679,360	1,314,787,718	238,023,065	981,718,970	54,310,592	11,543,750,307

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Water treatment & desalination revenue	Total
Three months period ended 30 June 2025							
Revenues from external customers	3,802,084,902	1,012,381,620	690,792,096	112,260,334	511,849,711	35,546,062	6,164,914,725
Timing of revenue recognition							
At a point in time	3,802,084,902	484,742,718	456,228,945	112,260,334	511,849,711	-	5,367,166,610
Over time	-	527,638,902	234,563,151	-	-	35,546,062	797,748,115
	3,802,084,902	1,012,381,620	690,792,096	112,260,334	511,849,711	35,546,062	6,164,914,725

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 2. Operating segments (continued)

##### 2.(A) Revenue (continued)

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Water treatment & desalination revenue	Total
Six months period ended 30 June 2024							
Revenues from external customers	4,314,351,938	1,373,980,210	1,149,367,560	211,566,220	724,184,908	18,135,494	7,791,586,330
Timing of revenue recognition							
At a point in time	4,314,351,938	179,442,554	550,945,161	211,566,220	724,184,908	-	5,980,490,781
Over time	-	1,194,537,656	598,422,399	-	-	18,135,494	1,811,095,549
	4,314,351,938	1,373,980,210	1,149,367,560	211,566,220	724,184,908	18,135,494	7,791,586,330

	Fuel & lubes revenue	Electricity supplies revenue	Gas networks construction revenue	Sales commission	Gas cars conversion & gas sales revenue	Water treatment & desalination revenue	Total
Three months period ended 30 June 2024							
Revenues from external customers	2,260,923,897	785,274,520	678,174,398	96,593,978	383,148,349	10,964,769	4,215,079,911
Timing of revenue recognition							
At a point in time	2,260,923,897	88,816,017	305,954,091	96,593,978	383,148,349	-	3,135,436,332
Over time	-	696,458,503	372,220,307	-	-	10,964,769	1,079,643,579
	2,260,923,897	785,274,520	678,174,398	96,593,978	383,148,349	10,964,769	4,215,079,911



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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 2. Operating segments (continued)

##### 2.(A) Revenue (continued)

	Gas	Power	Marketing	Water	Other	Total	Elimination	Total Cons
<b>30 June 2025</b>								
<b>Operating results</b>								
Revenue	2,534,439,157	1,840,679,360	7,114,230,602	54,310,592	139,552,202	11,683,211,913	(139,461,606)	11,543,750,307
	(1,815,125,385	(1,312,186,138	(6,864,742,059	(16,207,477	(13,009,702)	(10,021,270,761	9,892,625	(10,011,378,136
Cost of revenue	)	)	)	)	)	)	)	)
Depreciation and amortization (Cost)	(70,081,733)	(112,802,481)	(39,039,411)	(5,642,744)	-	(227,566,369)	-	(227,566,369)
<b>Gross profit</b>	<b>649,232,039</b>	<b>415,690,741</b>	<b>210,449,132</b>	<b>32,460,371</b>	<b>126,542,500</b>	<b>1,434,374,783</b>	<b>(129,568,981)</b>	<b>1,304,805,802</b>
Investment revenue	-	-	-	-	157,060,408	157,060,408	(157,060,408)	-
Other income	6,758,438	1,810,170	-	-	-	8,568,608	-	8,568,608
Administrative expenses	(245,244,528)	(74,308,251)	(59,210,736)	(8,504,325)	(148,497,866	(535,765,706)	130,842,467	(404,923,239)
Depreciation and amortization (Admin)	(8,601,848)	(3,428,312)	(1,471,690)	(745,298)	(1,829,400)	(16,076,549)	-	(16,076,549)
Other expenses	(21,147,935)	(9,503,321)	(544,000)	-	(119,851,257	(151,046,513)	-	(151,046,513)
<b>Results from operating activities</b>	<b>380,996,166</b>	<b>330,261,027</b>	<b>149,222,706</b>	<b>23,210,748</b>	<b>13,424,385</b>	<b>897,115,031</b>	<b>(155,786,922)</b>	<b>741,328,109</b>
<b>Financial position</b>								
Total assets	8,990,185,560	8,027,845,987	3,750,932,790	528,824,156	2,360,108,65	23,657,897,144	(1,955,655,046	21,702,242,098
					1		)	
Total liabilities	7,856,940,793	5,513,818,338	3,437,737,112	468,574,807	756,533,789	18,033,604,839	(596,719,541)	17,436,885,298



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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

### 2. Operating segments (continued)

#### 2.(A) Revenue (continued)

	Gas	Power	Marketing	Water	Other	Total	Elimination	Total Cons
<b>30 June 2024</b>								
<b>Operating results</b>								
Revenue	2,085,118,687	1,373,980,210	4,314,351,938	18,135,494	65,641,906	7,857,228,235	(65,641,905)	7,791,586,330
Cost of revenue	(1,633,603,610)	(983,425,045)	(4,161,500,434)	(5,489,158)	(9,444,275)	(6,793,462,522)	4,312,052	(6,789,150,470)
Depreciation and amortization (Cost)	(51,781,924)	(92,922,893)	(23,337,133)	(2,255,948)	-	(170,297,898)	-	(170,297,898)
<b>Gross profit</b>	<b>399,733,153</b>	<b>297,632,272</b>	<b>129,514,371</b>	<b>10,390,388</b>	<b>56,197,631</b>	<b>893,467,815</b>	<b>(61,329,853)</b>	<b>832,137,962</b>
Investment revenue	-	-	-	-	153,840,380	153,840,380	(153,840,380)	-
Other income	2,062,402	2,000	-	374,507	-	2,438,909	-	2,438,909
Administrative expenses	(151,223,389)	(58,229,479)	(28,756,298)	(3,724,407)	(63,551,828)	(305,485,401)	62,603,343	(242,882,058)
Depreciation and amortization (Admin)	(6,402,568)	(3,796,719)	(1,141,405)	(289,190)	(1,227,938)	(12,857,820)	-	(12,857,820)
Other expenses	(11,922,368)	(32,387,690)	(2,450,000)	-	(116,498,412)	(163,258,470)	-	(163,258,470)
<b>Results from operating activities</b>	<b>232,247,230</b>	<b>203,220,384</b>	<b>97,166,668</b>	<b>6,751,298</b>	<b>28,759,833</b>	<b>568,145,413</b>	<b>(152,566,894)</b>	<b>415,578,523</b>
<b>Financial position</b>								
Total assets	5,195,021,445	7,077,677,861	1,987,126,518	210,748,426	2,152,185,901	16,622,760,151	(1,737,503,301)	14,885,256,850
Total liabilities	4,383,383,070	4,874,432,532	2,170,046,270	172,391,413	1,086,880,517	12,223,133,807	(888,077,587)	11,335,056,215

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

**Notes to the interim condensed consolidated financial statements  
For the six months period ended 30 June 2025**

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

**2. Operating segments (continued)**

**2.(A) Revenue (continued)**

**Statement of profit or loss**

	Gas		Power		Marketing		Water		Other		TAQA Cons	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Sales	2,534.4	2,085.1	1,840.7	1,374.0	7,114.2	4,314.4	54.3	18.1	139.6	65.6	11,543.8	7,791.6
Cost of Sales	(1,815.1)	(1,633.6)	(1,312.2)	(983.4)	(6,864.7)	(4,161.5)	(16.2)	(5.5)	(13.0)	(9.4)	(10,011.4)	(6,789.2)
<b>Gross profit</b>	<b>719.3</b>	<b>451.1</b>	<b>528.5</b>	<b>390.6</b>	<b>249.5</b>	<b>152.9</b>	<b>38.1</b>	<b>12.6</b>	<b>126.5</b>	<b>56.2</b>	<b>1,532.4</b>	<b>1,002.4</b>
Admin expenses	(245.2)	(151.2)	(74.3)	(58.2)	(59.2)	(28.8)	(8.5)	(3.7)	(148.5)	(63.6)	(404.9)	(242.9)
Other Income/(expense)	(6.2)	(2)	-	-	-	-	-	-	(28.0)	(25)	(34.2)	(27.0)
<b>EBITDA</b>	<b>467.9</b>	<b>298.3</b>	<b>454.2</b>	<b>332.3</b>	<b>190.3</b>	<b>124.1</b>	<b>29.6</b>	<b>8.9</b>	<b>(50.0)</b>	<b>(32.4)</b>	<b>1,093.3</b>	<b>732.6</b>
Other non-recurring Items	(9.7)	8.7	(2.8)	(48.1)	(0.6)	(1.9)	0.0	0.4	(93.7)	(32.7)	(106.9)	(73.6)
Depreciation and amortization	(78.7)	(58.2)	(116.2)	(96.7)	(40.5)	(24.5)	(6.4)	(2.5)	(1.8)	(1.2)	(243.6)	(183.2)
<b>EBIT</b>	<b>379.5</b>	<b>248.8</b>	<b>335.1</b>	<b>187.6</b>	<b>149.2</b>	<b>97.7</b>	<b>23.2</b>	<b>6.7</b>	<b>11.6</b>	<b>87.5</b>	<b>742.8</b>	<b>475.8</b>
<b>Net income</b>	<b>295.1</b>	<b>124.4</b>	<b>121.8</b>	<b>98.4</b>	<b>39.8</b>	<b>33.6</b>	<b>7.1</b>	<b>5.1</b>	<b>41.6</b>	<b>115.4</b>	<b>420.8</b>	<b>224.3</b>
Non-controlling interest	0.8	(7.3)	70.4	20.3	-	-	-	-	-	-	70.8	13
<b>Owner of TAQA Arabia Company</b>	<b>295.9</b>	<b>131.8</b>	<b>192.2</b>	<b>78.1</b>	<b>39.8</b>	<b>33.6</b>	<b>7.1</b>	<b>5.1</b>	<b>41.6</b>	<b>115.4</b>	<b>350.0</b>	<b>211.3</b>

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 3. Profit and loss information

#### 3.(A) Net (impairment) of financial assets

	Six-month ended		Three-month ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Impairment loss of trade receivables and other debit balance	(6,150,427)	(2,000,098)	(2,403,656)	(586,788)
	<u>(6,150,427)</u>	<u>(2,000,098)</u>	<u>(2,403,656)</u>	<u>(586,788)</u>

#### 3.(B) Finance cost - net

	Six-month ended		Three-month ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Interest expense	(802,443,965)	(664,263,021)	(453,325,645)	(231,481,670)
<b>Finance costs</b>	<b>(802,443,965)</b>	<b>(664,263,021)</b>	<b>(453,325,645)</b>	<b>(231,481,570)</b>
Treasury bills and interest revenues	644,481,761	468,259,457	382,524,540	107,133,980
<b>Finance income</b>	<b>644,481,761</b>	<b>468,259,457</b>	<b>382,524,540</b>	<b>107,133,980</b>
<b>Finance cost - net</b>	<b>(157,962,204)</b>	<b>(196,003,564)</b>	<b>(70,801,105)</b>	<b>(124,347,590)</b>

#### 3.(C) Income tax

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

	Six-month ended		Three-month ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
Income tax for the period	(162,587,648)	(110,162,405)	(94,279,528)	(50,000,344)
Deferred tax for temporary differences	(1,485,332)	54,731,910	(13,301,865)	46,596,967
<b>Total current and deferred income tax</b>	<b>(164,072,980)</b>	<b>(55,430,495)</b>	<b>(107,581,393)</b>	<b>(3,403,377)</b>

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### Financial Position

#### 4. Financial assets and financial liabilities

##### 4.(A) Loans

	30 June 2025	31 December 2024
<b>Non-current portion</b>		
IFC	1,697,421,645	1,739,914,341
NBE	967,713,228	899,676,749
European bank for reconstruction & development EBRD	297,717,112	339,077,866
HSBC	188,210,540	198,424,425
Emirates NBD	156,689,201	156,689,201
MID Bank	143,543,555	151,809,918
BNI (Mozambique)	23,055,847	-
IDB	13,741,105	-
	<b>3,488,092,233</b>	<b>3,485,592,500</b>

	30 June 2025	31 December 2024
<b>Current portion</b>		
NBE	178,328,370	182,227,056
IFC	87,088,616	174,129,194
European bank for reconstruction & development EBRD	66,159,399	67,815,608
MID Bank	31,492,163	19,201,102
HSBC	18,593,265	16,769,503
	<b>381,661,814</b>	<b>460,142,463</b>
	<b>3,869,754,047</b>	<b>3,945,734,963</b>

##### 4.(B) Financial liabilities maturities

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

30 June 2025	Less than 6 months	6 months to 1 year	1-2 Years	More than 2 years	Total contractual cash flows	Carrying value
<b>Non derivatives</b>						
Trade payables and other credit balances	5,160,228,697	-	-	171,727,755	5,331,956,452	5,331,956,452
Due to related parties	334,309,429	-	-	-	334,309,429	334,309,429
Loans and bank facilities	6,111,004,609	147,723,114	801,071,194	2,687,021,039	9,746,819,956	9,746,819,956
Lease liability	133,270,560	136,264,594	546,790,442	1,323,490,348	2,139,815,944	875,272,043
<b>Total</b>	<b>11,738,813,295</b>	<b>283,987,708</b>	<b>1,347,861,636</b>	<b>4,182,239,142</b>	<b>17,552,901,781</b>	<b>16,288,357,880</b>



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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 4. Financial assets and financial liabilities (continued)

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

31 December 2024	Less than 6 months	6 months to 1 year	1-2 Years	More than 2 years	Total contractual cash flows	Carrying value
<b>Non derivatives</b>						
Trade payables and other credit balances	4,455,082,807	-	-	162,509,491	4,617,592,298	4,617,592,298
Due to related parties	266,265,736	-	-	-	266,265,736	266,265,736
Loans and bank facilities	3,607,369,948	513,166,367	1,241,092,439	4,449,177,909	9,810,806,663	7,553,104,911
Lease liability	67,004,392	62,966,769	188,133,828	1,864,958,782	2,183,063,771	854,279,755
<b>Total</b>	<b>8,395,722,883</b>	<b>576,133,136</b>	<b>1,429,226,267</b>	<b>6,476,646,182</b>	<b>16,877,728,468</b>	<b>13,291,242,700</b>

#### (i) Significant estimates

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

#### (ii) Fair value hierarchy

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

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

#### Recurring fair value measurements

At 30 June 2025	Level 1	Level 2	Level 3	Totals
<b>Financial assets</b>				
<u>Financial assets at FVOCI</u>				
Unlisted equity instruments	-	-	188,543,584	188,543,584
Hedging derivatives – interest rate swaps	-	34,917,024	-	34,917,024
<b>Total financial assets</b>	<b>-</b>	<b>34,917,024</b>	<b>188,543,584</b>	<b>266,222,779</b>

#### Recurring fair value measurements

At 31 December 2024	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>				
<u>Financial assets at FVOCI</u>				
Unlisted equity instruments	-	-	188,543,584	188,543,584
Hedging derivatives – interest rate swaps	-	77,679,195	-	77,679,195
<b>Total financial assets</b>	<b>-</b>	<b>77,679,195</b>	<b>188,543,584</b>	<b>266,222,779</b>



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

**4. Financial assets and financial liabilities (continued)****4.(B) Recognised fair value measurements (continued)****(ii) Fair value hierarchy (continued)**

There were no changes in the valuation technique for level 3 recurring fair value measurements during the period / year ended 30 June 2025 and 31 December 2024.

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

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

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

**(iii) Valuation techniques used to determine fair values**

Specific valuation techniques used to value financial instruments include:

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

**(iv) Fair value measurements**

The following table presents the changes in level 2 and 3 items for the period / year ended 30 June 2025 and 31 December 2024:

Assets	Hedging derivatives – interest rate swaps	Equity investment at fair value through OCI	Total
<b>Opening balance at 1 January 2024</b>	<b>35,267,713</b>	<b>81,502,748</b>	<b>116,770,461</b>
Gains recognised through consolidated other comprehensive income	17,620,933	107,040,836	124,661,769
Foreign currency translation	24,790,549	-	24,790,549
<b>Closing balance at 31 December 2024</b>	<b>77,679,195</b>	<b>188,543,584</b>	<b>266,222,779</b>
Losses recognised in consolidated other comprehensive income	(41,412,518)	-	(41,412,518)
Foreign currency translation	(1,349,679)	-	(1,349,679)
<b>Closing balance at 30 June 2025</b>	<b>34,917,024</b>	<b>188,543,584</b>	<b>223,460,582</b>

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 4. Financial assets and financial liabilities (continued)

##### 4.(B) Fair value estimation (continued)

#### Valuation inputs and relationships to fair value

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

Description	Fair value at		Un-observable inputs		Range of Inputs		Valuation technique		Inputs used		Sensitivity analysis
	30 June 2025	31 December 2024			30 June 2025	31 December 2024	30 June 2025	31 December 2024	30 June 2025	31 December 2024	
Assets carried at fair value through OCI (Investment in subsidiaries)	188,543,584	188,543,584									Increased earnings growth factor (+50 basis points (bps)) and lower discount rate (-100 bps) would increase FV by EGP484,000; lower growth factor (-50 bps) and higher discount rate (+100 bps) would decrease FV by EGP 485,000.
			- Earning growth factor		4.22%		Discounted Cash flows dollar offset method	Yield curve Terminal growth rate for 20 years	Yield curve Terminal growth rate for 20 years		
			- Risk adjusted discount rate		13.62%	4.22%	Cash flows dollar offset method				
			- Terminal growth rate		4%	13.62% 4%					
Interest rate swap contracts – cash flow hedge (TAQA Arabia for Solar Power)	34,917,024	77,679,195	Credit default rate				Discounted Cash flows dollar offset method	Yield curve Terminal growth rate for 20 years	Yield curve Terminal growth rate for 20 years		shift of the interest yield curve by +/- 20bps results in a change in FV of EGP 13,965,052

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

**4. Financial assets and financial liabilities (continued)****(1) Valuation processes**

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

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

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

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

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

Level 3 debt instruments are evaluated at the net present value of expected future cash flows. The Group also considers liquidity, credit, and market risk factors and adjusts the valuation model as necessary.

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

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

	30 June 2025		31 December 2024	
	Level 3 fair value	Carrying value	Level 3 fair value	Carrying value
<b>Assets</b>				
<b>Financial assets at AC</b>				
Trade and other receivables	2,574,107,984	2,574,107,984	2,455,991,137	2,455,991,137
Due from related parties	73,633,849	73,633,849	73,612,852	73,612,852
Restricted cash*	113,234,028	113,234,028	136,627,801	136,627,801
Cash and cash equivalents	7,636,811,086	7,636,811,086	5,109,670,642	5,109,670,642
<b>Total Assets</b>	<b>10,397,786,947</b>	<b>10,397,786,947</b>	<b>7,775,902,432</b>	<b>7,775,902,432</b>



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

**4. Financial assets and financial liabilities (continued)****(3) Assets and liabilities not measured at fair value but for which fair value is disclosed (continued)**

	30 June 2025		31 December 2024	
	Level 3 fair value	Carrying value	Level 3 fair value	Carrying value
<b>Liabilities</b>				
<b>Borrowings</b>				
Loans and bank facilities	9,746,819,956	9,746,819,956	7,553,104,911	7,553,104,911
<b>Other financial liabilities</b>				
Lease liabilities	875,272,049	875,272,049	854,279,755	854,279,755
Trade and other payables	3,950,491,893	3,950,491,893	3,481,726,457	3,481,726,457
Due to related parties	334,309,429	334,309,429	266,265,736	266,265,736
<b>Total Liabilities</b>	<b>14,906,893,327</b>	<b>14,906,893,327</b>	<b>12,155,376,859</b>	<b>12,155,376,859</b>

\*\*An amount of EGP 113,2M (2024: 65.3M) related to TAQA Arabia for Solar energy which represent debt service account for loan from IFC against interest and instalment payment for the period of 6 months and foreign currency availability reserve for 3 months of interest and instalment.

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

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

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

**(4) Presentation of financial instruments by measurement category**

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

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 5. Non-financial assets and liabilities

##### 5.(A) Fixed assets

	Land	Buildings	Leasehold improvement	Machinery & Equipment	Motor vehicles	Furniture, Generators, office equipment, pipelines, & & station	Solar power plant	Total
<b>At 1 January 2024</b>								
Cost	24,536,48	284,065,97	459,441,61	1,535,761,68	2,438,723,89	5,370,854,21		
	4	5	467,228,961	8	70,018,122	91,077,473	3	6
Accumulated Depreciation	-	(92,329,442)	(73,232,732)	(150,542,94)	(46,987,939)	(66,783,399)		(1,272,160,72)
				2)		(422,311,435)	(419,972,840)	9)
Net book value	24,536,48	191,736,53	308,898,67	1,113,450,24	2,018,751,05	4,098,693,48		
	4	3	393,996,229	6	23,030,183	24,294,074	8	6

##### Year ended 31 December 2024

Opening net book value	24,536,48	191,736,53	308,898,67	1,113,450,24	2,018,751,05	4,098,693,48		
Additions	4	3	393,996,229	6	23,030,183	24,294,074	8	6
Transfers from assets under construction	5,010,111	49,500	-	8,637,906	3,956,012	10,502,759	1,137,434	252,724,737
		405,088,93		171,022,79				282,018,459
	-	1	78,962,791	1	-	13,273,855	341,648,294	208,496,993
						(11,885,445)		
Depreciation charge	-	(20,531,136)	(36,392,538)	(39,743,366)	(8,961,033)	(78,359,952)	(153,407,430)	(349,280,900)
Disposals	-	(367,368)	-	(1,205,491)	(5,030,357)	-	-	(6,603,216)
Accumulated depreciation of disposals	-	347,553	-	20,114	4,634,464	-	-	5,002,131
Translation difference of cost	1,966,080	1,711,928	102,623	38,460,286	5,507,967	6,644,149	1,401,476,95	1,454,187,10
Translation difference of depreciation	-	(1,429,464)	(75,053)	(14,356,511)	(3,491,979)	(2,558,953)	-	(278,373,116)
								(300,285,076)



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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

	Land	Buildings	Leasehold improvement	Machinery & Equipment	Motor vehicles	Furniture, Generators, office equipment, pipelines, & & station equipment	Solar power plant	Total
<b>Closing net book value</b>	<b>31,512,675</b>	<b>576,606,477</b>	<b>436,594,052</b>	<b>471,734,405</b>	<b>19,645,257</b>	<b>1,376,193,143</b>	<b>3,449,669,197</b>	<b>6,402,225,645</b>
<b>At 31 December 2024</b>								
Cost	31,512,675	690,548,965	546,294,375	676,357,110	74,451,744	121,498,236	4,301,422,583	8,318,950,219
Accumulated Depreciation	-	(113,942,489)	(109,700,323)	(204,622,705)	(54,806,487)	(81,227,797)	(851,753,386)	(1,916,724,574)
<b>Net book value</b>	<b>31,512,675</b>	<b>576,606,477</b>	<b>436,594,052</b>	<b>471,734,405</b>	<b>19,645,257</b>	<b>1,376,193,143</b>	<b>3,449,669,197</b>	<b>6,402,225,645</b>

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025

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

#### 5. Non-financial assets and liabilities (continued)

##### 5.(A) Fixed assets (continued)

	Land	Buildings	Leasehold improvement	Machinery & Equipment	Motor vehicles	Furniture, office equipment, & computer equipment	Generators, networks & pipelines, & station equipment	Solar power plant	Total
<b>Period ended 30 June 2025</b>									
Opening net book value	31,512,675	576,606,477	436,594,052	471,734,405	19,645,257	40,270,439	1,376,193,143	3,449,669,197	6,402,225,645
Additions	-	7,430,511	8,984	774,889	7,118,004	2,206,911	9,397,948	-	26,937,247
Transfers from assets under construction	-	25,832,583	38,266,652	225,704,888	-	2,954,491	35,640,486	-	328,399,101
Depreciation charge	-	(15,122,956)	(19,760,803)	(25,383,288)	(4,514,140)	(7,148,526)	(47,408,027)	(86,627,715)	(205,965,455)
Disposals	-	-	-	-	-	(4,617)	-	-	(4,617)
Accumulated depreciation of disposals	-	-	-	-	-	3,309	-	-	3,309
Translation difference of cost	(220,107)	(468,684)	(6,482)	(7,724,297)	(319,885)	(576,625)	-	(87,207,500)	(96,523,580)
Translation difference of depreciation	-	93,513	5,211	1,339,016	206,849	259,874	-	22,279,514	24,183,977
<b>Closing net book value</b>	<b>31,292,568</b>	<b>594,371,444</b>	<b>455,107,614</b>	<b>666,445,613</b>	<b>22,136,085</b>	<b>37,965,256</b>	<b>1,373,823,550</b>	<b>3,298,113,496</b>	<b>6,479,255,626</b>

##### At 30 June 2025

Cost	31,292,568	723,343,376	584,563,529	895,112,590	81,249,863	126,078,396	1,921,902,964	4,214,215,083	8,577,758,369
Accumulated Depreciation	-	(128,971,932)	(129,455,915)	(228,666,977)	(59,113,778)	(88,113,140)	(548,079,414)	(916,101,586)	(2,098,502,743)
<b>Net book value</b>	<b>31,292,568</b>	<b>594,371,444</b>	<b>455,107,614</b>	<b>666,445,613</b>	<b>22,136,085</b>	<b>37,965,256</b>	<b>1,373,823,550</b>	<b>3,298,113,496</b>	<b>6,479,255,626</b>

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 5. Non-financial assets and liabilities (continued)

#### 5.(A) Fixed assets (continued)

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

	30 June 2025	30 June 2024
Cost of sales	199,216,327	146,912,161
General and administration expenses	6,749,128	5,095,438
	<b>205,965,455</b>	<b>152,007,599</b>

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

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

##### (2) Proceeds from sale of fixed assets

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

	30 June 2025	30 June 2024
Net book value for disposal assets	1,308	1,093,423
Gain on disposal of fixed assets	611	167,283
<b>Proceeds from sale of fixed assets</b>	<b>1,919</b>	<b>1,260,706</b>

##### (3) Changes in estimates

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

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 5. Non-financial assets and liabilities (continued)

#### 5.(B) Projects under construction

	30 June 2025	31 December 2024
CNG stations	147,929,349	216,175,845
Water stations	159,882,912	118,141,057
Power stations	151,308,853	63,924,728
Fuel stations and warehouses	145,467,535	117,889,532
Networks and pipelines	72,761,006	55,053,074
Others	28,523,145	15,120,092
	<b>705,872,800</b>	<b>586,304,328</b>

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

	30 June 2025	31 December 2024
Balance as at 1 January	<b>586,304,328</b>	<b>1,204,080,877</b>
Additions during the period/year	454,521,299	582,099,749
Transferred to fixed assets	(328,399,101)	(1,218,493,655)
Transferred to intangible assets	(829,519)	(4,565,698)
Foreign currency translation difference	(5,724,207)	23,183,055
Balance at end of the period/year	<b>705,872,800</b>	<b>586,304,328</b>

#### 5.(C) Leases

##### i. Amounts recognised in the statement of financial position

	30 June 2025	31 December 2024
<b>Right of use assets *</b>		
Land	614,956,485	606,395,314
Building	71,930,624	76,314,375
Vehicles	2,996,250	3,378,765
	<b>689,883,359</b>	<b>686,088,454</b>
	<b>30 June 2025</b>	<b>31 December 2024</b>
<b>Lease liabilities</b>		
Current	61,802,494	58,823,611
Non-current	813,469,555	795,456,144
	<b>875,272,049</b>	<b>854,279,755</b>

\* Additions to the right-of-use assets during period ended 30 June 2025 were EGP 41,570,300 (year ended 31 Dec 2024 – EGP 38,100,719).





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

**5. Non-financial assets and liabilities (continued)****5.(C) Leases (continued)****ii. Amounts recognised in the consolidated statement of profit or loss****The consolidated statement of profit or loss shows the following amounts relating to leases:**

	30 June 2025	30 June 2024
<b>Depreciation charge of rights of use assets</b>		
Land	25,737,985	21,591,097
Building	7,628,472	6,512,123
Vehicles	382,500	187,289
	<b>33,748,957</b>	<b>28,290,509</b>
Interest expense (included in finance cost)	58,858,982	60,381,780
Lease payments	74,616,798	52,408,405
Expense relating to leases of low-value assets (included in COGS & administrative expenses)	15,966,580	14,419,776

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

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

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

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

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

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

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



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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 5. Non-financial assets and liabilities (continued)

#### 5.(C) Leases (continued)

##### iv. Extension and termination cost

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

#### 5.(D) Provisions

	Legal Provision	Provision for claims*	Other provisions	Total
<b>Balance at 31 December 2023 and 1 January 2024</b>	<b>2,042,057</b>	<b>196,805,701</b>	<b>200,997,656</b>	<b>399,845,414</b>
Provisions formed	-	-	75,839,628	75,839,628
Provisions used	-	(2,480,143)	(90,118,097)	(92,598,240)
Provisions no longer required	-	(33,532)	-	(33,532)
Transfer from \ to liabilities	-	7,674,685	(7,674,685)	-
Foreign currency translation differences	-	1,978,112	49,454	2,027,566
<b>Balance at 31 December 2024</b>	<b>2,042,057</b>	<b>203,944,823</b>	<b>179,093,956</b>	<b>385,080,836</b>
Provisions formed	-	74,700,000	47,980,670	122,680,670
Provisions used	-	(1,171,391)	(19,535,152)	(20,706,543)
Transfer from \ to liabilities	(1,847,770)	1,320,133	527,637	-
Foreign exchange gain\loss	-	(123,301)	(1,339)	(124,640)
<b>Balance at 30 June 2025</b>	<b>194,287</b>	<b>278,670,264</b>	<b>208,065,772</b>	<b>486,930,323</b>

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

#### 5.(E) Inventories

	30 June 2025	31 December 2024
Raw materials	993,726,604	746,199,815
Finished goods	500,580,994	472,400,996
Spare parts	269,886,516	215,211,799
	<b>1,764,194,115</b>	<b>1,433,812,610</b>
Less: provision of inventory write-downs	(8,735,582)	(8,751,107)
	<b>1,755,458,533</b>	<b>1,425,061,503</b>

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 6. Other information

#### 6.(A). Related parties

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

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

Name of the Company	Nature of relationship	Nature of transactions	30 June 2025	31 December 2024
Castrol Egypt Lubricants S.A.E.	Affiliate	Sale of lubricants	147,127,048	402,394,266
Dina for agricultural investments	Affiliate	Sale of electricity	15,465,165	27,920,507

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

#### 2- Due from related parties – non-current

	30 June 2025	31 December 2024
Castrol Egypt Lubricants S.A.E	39,200,000	39,200,000
	<u>39,200,000</u>	<u>39,200,000</u>

#### 3- Due from related parties – current

	30 June 2025	31 December 2024
Dina for agricultural investments	31,259,468	32,125,235
First Gas Ltd	3,174,381	2,287,617
	<u>34,433,849</u>	<u>34,412,852</u>

#### 4- Due to related parties – current

	30 June 2025	31 December 2024
Castrol Egypt Lubricants S.A.E.	334,309,429	266,265,736
	<u>334,309,429</u>	<u>266,265,736</u>

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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

#### 6. Other information (continued)

##### 6.(A). Related parties (continued)

#### 5- Key management compensation

TAQA group key management compensation within all the Group Companies represents short term employee benefits which is amounting to EGP [171,458,512] for 30 June 2025 and EGP [131,397,726] for 30 June 2024 and does not include post-employment benefits, termination benefits or shared based payments.

##### 6.(B) Earnings profit per share

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

	30 June 2025	30 June 2024
Net profit attributable to the shareholders of the parent company	350,003,222	211,324,194
Weighted average number of ordinary issued and paid shares	1,352,353,800	1,352,353,800
<b>Basic earnings per share</b>	<b>0.259</b>	<b>0.156</b>

#### 7. Paid up capital

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

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

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

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

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

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

## Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

### 7. Paid up capital (continued)

The following table presents the paid-up capital as of 30 June 2025:

Shareholders	Number of shares	Capital EGP	Participation %
National Service Project Organization	270,470,760	135,235,380	20%
Financial Holdings International LTD	240,493,879	120,246,940	17.78%
Rimco EGT Investment LLC	195,896,118	97,948,059	14.49%
Other investors	141,524,958	70,762,479	10.48%
Nile Energy LTD	101,426,535	50,713,267	7.5%
Arab African International Bank	81,057,853	40,528,926	5.99%
Trimstone Assets Holdings LTD	75,610,440	37,805,220	5.59%
Hana Investment Co (W,L,L)	60,467,451	30,233,726	4.47%
Banque du Caire	66,128,326	33,064,163	4.88%
Misr Bank	65,859,505	32,929,752	4.87%
Startford Investments LTD	53,417,975	26,708,988	3.95%
	<b>1,352,353,800</b>	<b>676,176,900</b>	<b>100%</b>

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

Shareholders	Number of shares	Capital EGP	Participation %
National Service Project Organization	270,470,760	135,235,380	20.00%
Financial Holdings International LTD	240,493,879	120,246,940	17.78%
Rimco EGT Investment LLC	195,896,118	97,948,059	14.49%
Other investors	134,374,709	67,187,355	9.95%
Nile Energy LTD	101,426,535	50,713,267	7.50%
Arab African International Bank	81,057,853	40,528,926	5.99%
Trimstone Assets Holdings LTD	75,610,440	37,805,220	5.59%
Hana Investment Co (W,L,L)	67,617,700	33,808,850	5.00%
Banque du Caire	66,128,326	33,064,163	4.88%
Bank Misr	65,859,505	32,929,752	4.87%
Startford Investments LTD	53,417,975	26,708,988	3.95%
	<b>1,352,353,800</b>	<b>676,176,900</b>	<b>100%</b>

### 8. Derivative financial instrument asset

	30 June 2025	31 December 2024
Derivative financial instrument - interest rate swap	34,917,024	77,679,195
	<b>34,917,024</b>	<b>77,679,195</b>

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



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

### Notes to the interim condensed consolidated financial statements For the six months period ended 30 June 2025



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

#### 8. Derivative financial instrument asset (continued)

The main terms of the transactions are as follows:

Effective date: 2 July 2018

Termination date: 15 Jan 2032.

Fixed rate paid by the company is 3.417%.

The following table summarizes the hedging asset movement:

##### Interest rate swaps – cash flow hedges

Balance at 1 January 2024	35,267,713
Recognition of fair value of interest rate swaps contract	17,620,933
Cumulative translation differences	24,790,549
Balance at 31 December 2024 and 1 January 2025	77,679,195
Recognition of fair value of interest rate swaps contract	(41,412,518)
Cumulative translation differences	(1,349,653)
Balance at 30 June 2025	34,917,024

#### 9. Significant accounting policies

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

##### 9.1 Basis for preparing condensed consolidated financial statements

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

The interim condensed consolidated financial statements for the period ended 30 June 2025 have been prepared in accordance with the requirements of the Egyptian Accounting Standards (30) "Interim Financial Statements".

These interim condensed consolidated financial statements don't contain all the information required in preparing the full annual financial statements and should be read in conjunction with the company's annual consolidated financial statements as at 31 December 2024.

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

These interim condensed consolidated financial statements have been prepared on a historical cost basis, except for certain financial assets that are measured at fair value or amortized cost, as appropriate. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The Group is not subject to any significant seasonality or cyclicity. The same accounting policies, presentation and methods of computation are followed in these condensed consolidated interim financial statements as were applied in the preparation of the consolidated financial statements for the year ended 31 December 2024.



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

## **10. Critical accounting estimates and judgements in applying accounting policies**

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

### **10.1 Accounting estimates and assumptions**

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

#### **(a) Impairment in goodwill**

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

#### **(b) Expected credit losses for trade receivables**

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

#### **(c) Deferred income tax assets recognition**

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

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

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

### 10.1 Accounting estimates and assumptions (continued)

#### (d) Provisions

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

#### (e) Useful lives of Fixed assets

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

### 10.2 Critical Judgements in applying the Group accounting policies

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

Critical judgments made by management in the application of EAS and key sources of estimation uncertainties were the same as those applied to the consolidated financial statements of the year ended 31 December 2024.

## 11. Significant events:

- On April 17, 2025, the Central Bank of Egypt's Monetary Policy Committee (MPC) decided, in its Thursday meeting, to cut the overnight deposit and lending rates, as well as the central bank's main operation rate, by 225 basis points to 25% and 26%, respectively. It also decided to cut the credit and discount rates by 225 basis points to 25.5%.
- On May 22, 2025, the Monetary Policy Committee of the Central Bank of Egypt (CBE) decided, in its meeting today, Thursday, to reduce the overnight deposit and lending rates, and the rate of the central bank's main operation, by 100 basis points to 24%, 25%, and 24.5%, respectively. It also decided to reduce the credit and discount rates by 100 basis points to 24.50%.