

Delmon Poultry Company B.S.C.

Condensed interim financial information
for the three months period ended
31 March 2025
(Reviewed)

Delmon Poultry Company B.S.C.
Condensed interim financial information for the three months period ended 31 March 2025
(Reviewed)

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Delmon Poultry Company B.S.C.
Administration and contact details as at 31 March 2025

Commercial registration	10700-1 obtained on 21 July 1980 10700-2 obtained on 2 March 2017 10700-3 obtained on 26 January 2019
Board of directors	Esam Abdulhameed Zainal (Chairman) Abdulla Jasim Al Ahmed (Vice Chairman) Abdulredha Mohamed Al Dailami Talal Mohamed Abdulla Al Mannai Basel Yusuf Al Saleh Rana Fouad Almutawa Mohamed Sharif Ahmadi Ali Shawqi Fakhroo Abdulhameed Mohamed Dewani Sh. Rashid Khalifa AL Khalifa Abdulhussain Khalil Dewani (up to 26 March 2025) Yousuf Saleh Al-Saleh (up to 26 March 2025) Jaffar Mohamed Ali Al Dhaif (up to 26 March 2025) Fouad Ebrahim Almutawa (up to 26 March 2025) Marwa Khalid Al Sabbagh (up to 26 March 2025) Hussain Al Shehab (up to 26 March 2025)
Executive Committee	Abdulla Jasim Al Ahmed (Chairman) Esam Abdulhameed Zainal Abdulredha Mohamed Al Dailami Mohamed Sharif Ahmadi
Audit and Risk Committee	Talal Mohamed Abdulla Al Mannai (Chairman) Basel Yusuf Al Saleh Ali Shawqi Fakhroo
Nomination, Remuneration and Governance Committee	Sh. Rashid Khalifa AL Khalifa (Chairman) Rana Fouad Almutawa Abdulhameed Mohamed Dewani
Chief Executive Officer (CEO)	Abdulhadi Mirza Jaffar

Delmon Poultry Company B.S.C.
Administration and contact details as at 31 March 2025 (continued)

Offices and plants

Administration and chicken processing plant
Hamala, PO Box 20535
Telephone 17608282
Fax 17601930
Email: info@dawajen.bh
Website: www.dawajen.bh

Feedmill - Mina Salman
Telephone 17727705

Chicks Hatchery - Hamala
Telephone 17624832

Principal bankers

Ahli United Bank
National Bank of Bahrain
National Bank of Kuwait
Bahrain Islamic Bank
Bank of Bahrain and Kuwait
Kuwait Finance House
Arab Bank

Auditors

BDO
17th Floor
Diplomatic Commercial Office Tower
PO Box 787
Manama
Kingdom of Bahrain

Internal Auditor

Grant Thornton - Abdulaal
12th Floor, Al Nakeel Tower
Seef District
PO Box 11175
Kingdom Of Bahrain

Share registrar

Bahrain Clear B.S.C. (c)
PO Box 3203
Manama
Kingdom of Bahrain

**Review report on the condensed interim financial information
to the Board of Directors of Delmon Poultry Company B.S.C.**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Delmon Poultry Company B.S.C. ("the Company") as at 31 March 2025, the condensed interim statement of profit or loss, the condensed interim statement of comprehensive income, the condensed interim statement of changes in shareholders' equity, the condensed interim statement of cash flows for the three months period then ended and selected explanatory notes. The Company's Board of Directors is responsible for the preparation and presentation of this condensed interim financial information in accordance with International Accounting Standard 34 - *"Interim financial reporting"*. Our responsibility is to express a conclusion on this condensed interim financial information based on our review.

Scope of review

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

Conclusion


Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information does not present fairly, in all material respects, the financial position of the Company as at 31 March 2025, and its financial performance and its cash flows for the three months period then ended in accordance with International Accounting Standard 34 - *"Interim financial reporting"*.



Manama, Kingdom of Bahrain
14 May 2025





Delmon Poultry Company B.S.C.
Condensed interim statement of financial position as at 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

See Auditor's Report dated 14/5/25
Signed by BDO, CR No. 10201-04
Partner: Samson Kattuvattil
Reg. No. 239
Signature: 


	31 March 2025 (Reviewed)	31 December 2024 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	5,852,555	5,819,574
Right-of-use assets	489,388	497,266
Financial assets at fair value through other comprehensive income	3,415,420	3,114,206
Financial assets at fair value through profit or loss	674,184	705,616
	<u>10,431,547</u>	<u>10,136,662</u>
Current assets		
Inventories	2,787,352	3,196,268
Trade and other receivables	3,681,393	3,461,319
Financial assets at amortised cost	-	250,000
Cash and cash equivalents	1,819,786	940,785
	<u>8,288,531</u>	<u>7,848,372</u>
TOTAL ASSETS	<u>18,720,078</u>	<u>17,985,034</u>
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	3,120,928	3,120,928
Statutory reserve	1,560,464	1,560,464
General reserve	3,993,000	3,993,000
Development and raw material reserve	1,000,000	1,000,000
Investment fair value reserve	2,706,451	2,405,238
Retained earnings	3,149,883	3,200,854
Treasury shares	(122,398)	(122,398)
Total shareholders' equity	<u>15,408,328</u>	<u>15,158,086</u>
Non-current liabilities		
Non-current portion of lease liabilities	559,611	587,268
Non-current portion of deferred income	206,165	212,192
Employees' terminal benefits	55,933	55,808
	<u>821,709</u>	<u>855,268</u>
Current liabilities		
Short-term borrowings	927,218	895,498
Current portion of lease liabilities	21,404	20,680
Trade and other payables	1,517,307	1,031,390
Current portion of deferred income	24,112	24,112
	<u>2,490,041</u>	<u>1,971,680</u>
Total liabilities	<u>3,311,750</u>	<u>2,826,948</u>
TOTAL EQUITY AND LIABILITIES	<u>18,720,078</u>	<u>17,985,034</u>

These condensed interim financial information, were approved and authorised for issue by the Board of Directors and signed on its behalf by:


Esam Abdulhameed Zainal
Chairman


Abdulla Jasim Al Ahmed
Vice chairman

Delmon Poultry Company B.S.C.
Condensed interim statement of profit or loss
for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

See Auditor's Report dated 14/5/25
Signed by BDO, CR No. 10201-04
Partner: Samson Kattuvattil
Reg. No. 239
Signature: 

	Three months period ended 31 March 2025 (Reviewed)	Three months period ended 31 March 2024 (Reviewed)
Sales	5,463,442	5,713,229
Cost of sales	(4,901,439)	(5,123,025)
Gross profit for the period	562,003	590,204
Other income	39,497	15,531
Other operating expenses	(310,622)	(272,779)
Profit from operations	290,878	332,956
Finance costs	(24,164)	(19,100)
Investment income	145,449	131,298
Unrealised fair value (losses)/gains on financial assets at fair value through profit or loss	(34,799)	12,216
Net profit for the period	377,364	457,370
Basic earnings per share (fils)	12.33	14.95

These condensed interim financial information, were approved and authorised for issue by the Board of Directors and signed on its behalf by:




Esam Abdulhameed Zainal
Chairman



Abdulla Jasim Al Ahmed
Vice chairman

Delmon Poultry Company B.S.C.
Condensed interim statement of comprehensive income
for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

See Auditor's Report dated 14/5/25
Signed by BDO, CR No. 10201-04
Partner: Samson Kattuvattil
Reg. No. 239
Signature: 

	Three months period ended 31 March 2025 (Reviewed)	Three months period ended 31 March 2024 (Reviewed)
Net profit for the period	377,364	457,370
Other comprehensive income		
<i>Items that will not be reclassified to profit or loss:</i>		
Valuation gains on financial assets at fair value through other comprehensive income	<u>301,213</u>	<u>225,413</u>
Other comprehensive income for the period	<u>301,213</u>	<u>225,413</u>
Total comprehensive income for the period	<u>678,577</u>	<u>682,783</u>

These condensed interim financial information, were approved and authorised for issue by the Board of Directors and signed on its behalf by:



Esam Abdulhameed Zainal
Chairman



Abdulla Jasim Al Ahmed
Vice chairman

Delmon Poultry Company B.S.C.
Condensed interim statement of changes in shareholders' equity for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

	Share capital	Statutory reserve	General reserve	Development and raw material reserve	Investment fair value reserve	Retained earnings	Treasury shares	Total
At 31 December 2023 (Audited)	3,120,928	1,560,464	3,993,000	1,000,000	2,359,160	2,412,847	(122,398)	14,324,001
Net profit for the period	-	-	-	-	-	457,370	-	457,370
Other comprehensive income for the period	-	-	-	-	225,413	-	-	225,413
Dividends for 2023 (Note 5)	-	-	-	-	-	(244,763)	-	(244,763)
At 31 March 2024 (Reviewed)	3,120,928	1,560,464	3,993,000	1,000,000	2,584,573	2,625,454	(122,398)	14,762,021
At 31 December 2024 (Audited)	3,120,928	1,560,464	3,993,000	1,000,000	2,405,238	3,200,854	(122,398)	15,158,086
Net profit for the period	-	-	-	-	-	377,364	-	377,364
Other comprehensive income for the period	-	-	-	-	301,213	-	-	301,213
Dividends for 2024 (Note 5)	-	-	-	-	-	(428,335)	-	(428,335)
At 31 March 2025 (Reviewed)	3,120,928	1,560,464	3,993,000	1,000,000	2,706,451	3,149,883	(122,398)	15,408,328

Delmon Poultry Company B.S.C.
Condensed interim statement of cash flows for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

	Three months period ended 31 March 2025 (Reviewed)	Three months period ended 31 March 2024 (Reviewed)
Operating activities		
Net profit for the period	377,364	457,370
Adjustments for:		
Depreciation of property, plant and equipment	103,795	97,657
Amortisation of right-of-use assets	7,878	7,878
Finance costs	24,164	19,100
Unrealised fair value losses/(gains) on financial assets at fair value through profit or loss	34,799	(12,216)
Unrealised foreign exchange (gains)/losses	(6,450)	2,254
Interest and dividends income	(145,449)	(131,298)
Changes in operating assets and liabilities:		
Inventories	408,916	(56,664)
Trade and other receivables	(216,992)	(699,516)
Trade and other payables	57,582	158,243
Employees' terminal benefits, net	125	1,391
Net cash provided by/(used in) operating activities	<u>645,732</u>	<u>(155,801)</u>
Investing activities		
Purchase of property, plant and equipment	(136,776)	(138,008)
Interest and dividends income received	<u>145,449</u>	<u>131,298</u>
Net cash provided by/(used in) investing activities	<u>8,673</u>	<u>(6,710)</u>
Financing activities		
Principal repayment of lease liabilities	(26,933)	(24,570)
Net movement in deferred income	(6,027)	119,215
Net movement in short-term borrowings	31,720	380,840
Finance cost paid	(24,164)	(19,100)
Proceeds from maturity of financial assets at amortised cost	<u>250,000</u>	<u>-</u>
Net cash provided by financing activities	<u>224,596</u>	<u>456,385</u>
Net increase in cash and cash equivalents	879,001	293,874
Cash and cash equivalents, beginning of the period	<u>940,785</u>	<u>1,119,298</u>
Cash and cash equivalents, end of the period	<u>1,819,786</u>	<u>1,413,172</u>

1 Organisation and activities

Delmon Poultry Company B.S.C. ("the Company") is a public shareholding company registered with the Ministry of Commerce and Industry in the Kingdom of Bahrain and operates under commercial registration numbers 10700-1 obtained on 21 July 1980, commercial registration number 10700-2 obtained on 2 March 2017 and commercial registration number 10700-3 obtained on 26 January 2019.

The principal objectives of the Company include establishing or investing in:

- Facilities for processing, packing and storing of fresh and frozen chicken;
- Feed factories;
- Integrated project for broiler meat;
- Wholesale and retail distribution networks affording easy accessibility for consumers; and
- Participate in incorporation of companies operate similar or supporting activities in Bahrain or abroad.

The Company is also allowed to invest its surplus funds in all types of investments.

Current operations, all in Bahrain, are as follows:

- Chicken processing plant at Hamala
- Feedmill at Mina Salman
- Chicks hatchery at Al-Hamala

The registered office of the Company is in the Kingdom of Bahrain.

Name and status of the divisions:

<u>Name</u>	<u>Commercial registration number</u>	<u>Status</u>
Delmon Poultry Company	10700-1	Active
Delmon Poultry Company	10700-2	Active
Delmon Poultry Company	10700-3	Active

Theses condensed interim financial information, set out on pages 5 to 16 was approved and authorised for issue by the Board of Directors and signed on 14 May 2025.

2 Basis of preparation

Basis of presentation

The condensed interim financial information has been prepared in accordance with International Accounting Standard 34 - "*Interim financial reporting*". The condensed interim financial information should therefore be read in conjunction with the annual audited financial statements prepared as at, and for the year ended, 31 December 2024, which have been prepared in accordance with International Financial Reporting Standards.

The preparation of condensed interim financial information in conformity with IFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise judgment in the process of applying the Company's accounting policies.

These condensed interim financial information have been prepared using the going concern assumption under the historical cost convention, except for financial assets at fair value which are carried at their fair values.

These condensed interim financial information has been presented in Bahraini Dinar (BD) which is also the functional currency of the Company.

2 Basis of preparation (continued)

Improvements/amendments to IFRS Accounting Standards

Improvements/amendments to IFRS Accounting Standards contained numerous amendments to IFRS Accounting Standards that the IASB considers non-urgent but necessary. 'Improvements to IFRS Accounting Standards comprise amendments that result in accounting changes to presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS Accounting Standards. The amendments are effective for the Company's future accounting period with earlier adoption.

Standards, amendments and interpretations issued and effective in 2025 but not relevant

The following new amendments to existing standards and interpretations to published standards are mandatory for accounting period beginning on or after 1 January 2025 or subsequent periods, but are not relevant to the Company's operations:

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IAS 21	The effects of changes in foreign exchange rates	1 January 2025

New standard, interpretation and amendments issued but not yet effective in 2025

The following new/amended accounting standards and interpretations have been issued, but are not mandatory for financial period ended 31 March 2025. They have not been adopted in preparing the condensed interim financial information for the period ended 31 March 2025 and will or may have an effect on the Company's future financial statements. In all cases, the Company intends to apply these standards from application date as indicated in the table below:

<u>Standard or Interpretation</u>	<u>Title</u>	<u>Effective for annual periods beginning on or after</u>
IFRS 9	Financial instruments	1 January 2026
IFRS 7	Financial instruments: Disclosures	1 January 2026
IFRS 18	Presentation and disclosure in financial statements	1 January 2027
IFRS 19	Subsidiaries without public accountability: Disclosures	1 January 2027

Early adoption of amendments or standards in 2025

The Company did not early-adopt any new or amended standards in 2025. There would have been no change in the condensed financial position and operational results of the Company for the period ended 31 March 2025 had the Company early adopted the above standard.

3 Material accounting policy information

The accounting policies used in the preparation of the condensed interim financial information are consistent with those used in the annual audited financial statements of the Company prepared as at, and for the year ended 31 December 2024, as described in those annual audited financial statements.

4 Earnings per share

	Three months period ended 31 March 2025 (Reviewed)	Three months period ended 31 March 2024 (Reviewed)
Net profit for the period	<u>377,364</u>	<u>457,370</u>
Weighted average number of shares outstanding	<u>30,595,344</u>	<u>30,595,344</u>
Earnings per share (fils)	<u>12.33</u>	<u>14.95</u>

The earnings per share has been computed on the basis of net profit for the three months period ended 31 March divided by the weighted average number of shares outstanding for the period total of 31,209,277, net of 613,933 treasury shares. The Company does not have any potentially dilutive ordinary shares, hence the diluted earnings per share and basic earnings per share are identical.

5 Appropriations

The Annual General Meeting of shareholders held on 26 March 2025 has approved cash dividends of BD428,335 for the year ended 31 December 2024 at 14 fils per share representing 14% of the total issued and fully paid-up share capital of the Company for the year ended 31 December 2024 (2023:BD244,763).

6 Transactions and balances with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include entities over which the Company exercises significant influence, major shareholders, directors and executive management of the Company.

Transactions with entities controlled by directors, or over which they exert significant influence are as per the fixed contract price agreed by the Company and those entities. Other related party transactions are authorised by the management and conducted on an arm's length basis or on normal commercial terms.

Delmon Poultry Company B.S.C.
Selected explanatory notes to the condensed interim financial information
for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

6 Transactions and balances with related parties (continued)

The related party transactions and balances included in these condensed interim financial information are as follows:

	31 March 2025				31 December 2024		31 March 2024	
	Receivables	Payables	Sales	Purchases	Receivables	Payables	Sales	Purchases
Shareholders	466,038	-	744,290	-	970,847	-	797,616	-
Entities controlled by directors	<u>36,589</u>	<u>(58,693)</u>	<u>230,470</u>	<u>336,672</u>	<u>18,712</u>	<u>(62,028)</u>	<u>181,162</u>	<u>183,322</u>
Total	<u>502,627</u>	<u>(58,693)</u>	<u>974,760</u>	<u>336,672</u>	<u>989,559</u>	<u>(62,028)</u>	<u>978,778</u>	<u>183,322</u>

Key management personnel of the Company comprise the Board of Directors and key members of management having authority and responsibility for planning, directing and controlling the activities of the Company. The key management personnel compensation is as follows:

	Three months ended 31 March 2025	Three months ended 31 March 2024
Board of directors attendance fees	<u>12,500</u>	<u>17,750</u>

7 Property, plant and equipment

Additions to property, plant and equipment during the three months period ended 31 March 2025 amounted to BD136,776 (31 March 2024: BD138,008). There were no disposals of property, plant and equipment during the three months period ended 31 March 2025 (31 March 2024: BDNil). Depreciation in the property, plant and equipment during the three months period ended 31 March 2025 amounted to BD103,795 (31 March 2024: BD97,657).

Delmon Poultry Company B.S.C.
Selected explanatory notes to the condensed interim financial information
for the three months period ended 31 March 2025
(Reviewed)
(Expressed in Bahrain Dinars)

8 Segmental information:

As at and for the three months period ended 31 March 2025 (Reviewed):

	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	3,184,465	1,751,233	527,744	-	-	5,463,442
Cost of sales	<u>(2,801,215)</u>	<u>(1,616,105)</u>	<u>(484,119)</u>	-	-	<u>(4,901,439)</u>
Gross profit	383,250	135,128	43,625	-	-	562,003
Other income	2,214	262	319	-	36,702	39,497
Other operating expenses	<u>(236,862)</u>	<u>(48,419)</u>	<u>(25,341)</u>	-	-	<u>(310,622)</u>
Profit from operations	148,602	86,971	18,603	-	36,702	290,878
Investments income	-	-	-	145,449	-	145,449
Finance costs	(1,470)	(2,652)	(474)	-	(19,568)	(24,164)
Unrealised fair value losses on financial assets at fair value through profit or loss	-	-	-	(34,799)	-	(34,799)
Net profit for the period	<u>147,132</u>	<u>84,319</u>	<u>18,129</u>	<u>110,650</u>	<u>17,134</u>	<u>377,364</u>
Total assets	<u>3,421,004</u>	<u>7,908,550</u>	<u>3,081,693</u>	<u>4,089,603</u>	<u>219,228</u>	<u>18,720,078</u>
Total liabilities	<u>1,012,081</u>	<u>1,318,723</u>	<u>263,736</u>	-	<u>717,210</u>	<u>3,311,750</u>

As at 31 December 2024 and for the three months period ended 31 March 2024 (Reviewed):

	<u>Chicken</u>	<u>Feeds</u>	<u>Chicks</u>	<u>Investments</u>	<u>Unallocated</u>	<u>Total</u>
Sales	3,308,507	1,849,999	554,723	-	-	5,713,229
Cost of sales	<u>(2,955,590)</u>	<u>(1,709,708)</u>	<u>(457,727)</u>	-	-	<u>(5,123,025)</u>
Gross profit	352,917	140,291	96,996	-	-	590,204
Other income	2,401	140	3,693	-	9,297	15,531
Other operating expenses	<u>(206,685)</u>	<u>(42,009)</u>	<u>(24,085)</u>	-	-	<u>(272,779)</u>
Profit from operations	148,633	98,422	76,604	-	9,297	332,956
Investments income	-	-	-	131,298	-	131,298
Finance costs	(1,494)	(2,766)	(504)	-	(14,336)	(19,100)
Unrealised fair value gains on financial assets at fair value through profit or loss	-	-	-	12,216	-	12,216
Net profit/(loss) for the period	<u>147,139</u>	<u>95,656</u>	<u>76,100</u>	<u>143,514</u>	<u>(5,039)</u>	<u>457,370</u>
Total assets	<u>2,879,279</u>	<u>4,393,005</u>	<u>2,598,415</u>	<u>4,069,822</u>	<u>4,044,513</u>	<u>17,985,034</u>
Total liabilities	<u>902,547</u>	<u>741,987</u>	<u>274,741</u>	-	<u>907,673</u>	<u>2,826,948</u>

10 Interim results

The interim net profit for the three months period ended 31 March 2025 may not represent a proportionate share of the annual net profit or loss due to the nature of the Company's activities and timing of the receipt of dividend and investment income.

11 Subsequent events

There were no significant events subsequent to 31 March 2025 and occurring before the date of signing of the condensed interim financial information that would have a significant impact on these condensed interim financial information.

Schedule (1): Quantities produced and sold

	Three months period ended 31 March 2025	Three months period ended 31 March 2024
Quantities sold		
Chicken	2,204,968 KG	2,340,223 KG
Feed	10,731 ton	10,902 ton
Chicks	2,562,654 chicks	2,698,460 chicks
Quantities produced		
Chicken	2,274,829 KG	2,377,790 KG
Feed	11,794 ton	11,050 ton
Chicks	2,858,540 chicks	2,712,020 chicks