

Elsewedy Electric Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Financial Statements
for the three Months Ended 31 March 2025
and Limited Review Report

Translated from Arabic

**Elsewedy Electric Company
(An Egyptian Joint Stock Company)
Condensed Consolidated interim Financial Statements
for the three Months ended 31 March 2025**

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Translation from Arabic

Limited Review Report on The Condensed Consolidated Interim Financial Statements To The Board of Directors of El Sewedy Electric company(S.A.E.)

Introduction

We have performed a limited review on the accompanying March 31, 2025, condensed consolidated interim financial statements of El Sewedy Electric company “an Egyptian joint stock company” and its subsidiaries “the Group”, which comprises:

- The condensed consolidated interim statement of financial position as of March 31, 2025.
- The condensed consolidated interim statements of profit or loss for the three months periods ended March 31, 2025;
- The condensed consolidated interim statements of comprehensive income for the three months periods ended March 31, 2025;
- The condensed consolidated interim statements of changes in equity for three months period ended March 31, 2025;
- The condensed consolidated interim statements of cash flows for three months period ended March 31, 2025;
- The notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and fair presentation of these condensed interim consolidated financial statements in accordance with Egyptian Accounting Standard number (30) “Interim Financial Reporting”. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our limited review.

Scope of Limited Review

we conducted our limited review in accordance with the Egyptian Standard on Review Engagements number (2410), "Limited 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 in the Company 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 condensed interim consolidated financial statements.



Hazem Hassan

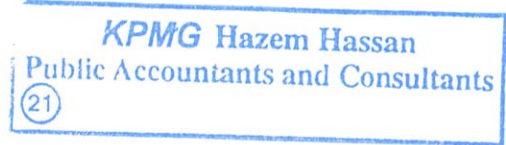
Translation from Arabic

Conclusion

Based on our limited review, nothing has come to our attention that causes us to believe that the accompanying March 31, 2025, condensed consolidated interim financial statements do not present fairly, in all material respects, in accordance with Egyptian Accounting Standard number (30) "Interim Financial Reporting".

KPMG Hazem Hassan
KPMG Hazem Hassan
Public Accountants & Consultants

Cairo, 26 May 2025



Elsewedy Electric Company

(An Egyptian Joint Stock Company)

Condensed Consolidated interim Statement of Financial Position as of:-

EGP	Note	31 March 2025	31 December 2024
Assets			
Property, plant and equipment	(17)	29 130 097 718	27 543 762 675
Right of use assets	(19)	475 767 564	496 953 678
Investment property	(18)	59 658 346	60 026 536
Equity- accounted investees	(20)	6 690 220 038	6 474 047 538
Due from related parties	(38)	172 559 319	133 150 622
Trade and other receivables	(21)	995 464 493	1 894 117 052
Intangible assets and goodwill	(22)	1 561 803 772	1 459 194 548
Deferred tax assets	(14-1)	2 277 071 165	2 362 632 290
Non-current assets		41 362 642 415	40 423 884 939
Inventories	(23)	56 981 867 280	56 795 884 068
Contract assets	(25)	18 339 253 547	18 051 966 570
Industrial real state development	(24)	6 283 444 579	6 164 646 988
Trade and other receivables	(26)	95 135 630 854	86 736 309 423
Due from related parties	(38)	2 516 084 788	2 299 918 506
Investments in debt securities at amortized cost	(27)	197 974 211	874 525 871
Cash and cash equivalents	(28)	42 249 239 273	38 180 002 322
Current assets		221 703 494 532	209 103 253 748
Total assets		263 066 136 947	249 527 138 687
Equity			
Issued and paid-up capital	(29)	2 140 777 876	2 140 777 876
ESOP shares issued not granted		(1 422 160)	(1 422 160)
Reserves	(30)	8 039 250 764	8 514 968 667
Retained earnings		48 657 593 059	44 620 588 973
Equity attributable to owners of the parent company		58 836 199 539	55 274 913 356
Non-controlling interests	(41)	5 042 699 287	4 251 771 900
Total equity		63 878 898 826	59 526 685 256
Liabilities			
Loans and borrowings	(32)	6 788 812 854	6 349 010 708
Deferred tax liabilities	(14-2)	3 670 622 640	3 669 892 743
Due to related parties	(38)	96 081 811	94 611 605
Provisions	(35)	955 378 650	942 646 031
Other liabilities	(42)	2 443 528 057	2 631 482 147
Non-current liabilities		13 954 424 012	13 687 643 234
Loans and borrowings	(32)	48 631 928 092	52 733 931 099
Trade and other payables	(33)	61 204 045 494	54 808 185 042
Contract liabilities	(34)	59 466 651 465	53 281 056 753
Due to related parties	(38)	2 447 758 746	2 050 078 425
Provisions	(35)	13 482 430 312	13 439 558 878
Current liabilities		185 232 814 109	176 312 810 197
Total liabilities		199 187 238 121	190 000 453 431
Total equity and liabilities		263 066 136 947	249 527 138 687

The notes from no.(1) to (43) are an integral part of these condensed consolidated interim financial statements.

Group Chief Financial Officer

Mr. Ahmed Shokry

"Limited review report "Attached

Managing Director

Eng. Ahmed Ahmed Sadek El Sewedy

Chairman

Mr. Sadek Ahmed Sadek El Sewedy

Elsewedy Electric Company
(An Egyptian Joint Stock Company)
Condensed Consolidated Interim Statement of Profit or Loss

		for the three months ended 31 March	
EGP	Note	2025	2024
Revenues	(5)	59 391 529 636	45 249 648 516
Cost of revenue	(6)	(49 417 793 333)	(35 345 901 599)
Gross profit		9 973 736 303	9 903 746 917
Other income	(9)	489 868 624	378 032 366
Selling and distribution expenses	(7)	(1 216 093 780)	(915 309 139)
General and administrative expenses	(8)	(1 994 168 385)	(1 694 900 873)
Net impairment loss on trade and other receivables	(10)	(495 032 788)	(277 340 272)
Other expenses	(11)	(254 442 268)	(2 268 496 308)
Operating profit		6 503 867 706	5 125 732 691
Finance income	(12)	989 896 853	3 421 114 700
Finance costs	(12)	(1 745 582 077)	(1 690 654 738)
Net finance costs	(12)	(755 685 224)	1 730 459 962
Group's share of profit of equity-accounted investees, net of tax	(20)	304 170 647	183 201 493
Profit for the period before tax		6 052 353 129	7 039 394 146
Income tax expense	(13)	(1 329 044 240)	(2 802 564 703)
Profit for the period after tax		4 723 308 889	4 236 829 443
Profit attributable to:			
Owners of the parent company		4 146 412 114	3 979 976 698
Non-controlling interests		576 896 775	256 852 745
		4 723 308 889	4 236 829 443
Basic earning per share	(40)	1,73	1,63
Diluted earning per share	(40)	1,73	1,63

The notes from no.(1) to (43) are an integral part of these condensed consolidated interim financial statements.

Elsowedy Electric Company
(An Egyptian Joint Stock Company)
Condensed Consolidated interim Statement of Comprehensive Income

EGP	For the three months ended 31 March	
	2025	2024
Profit for the period after tax	4 723 308 889	4 236 829 443
<u>Other comprehensive income:</u>		
Foreign operations translation differences	(442 778 071)	5 225 234 852
Other comprehensive income for the period	(442 778 071)	5 225 234 852
Total comprehensive income for the period	4 280 530 818	9 462 064 295
Total comprehensive income attributable to :		
Owners of the parent company	3 670 694 211	8 181 040 672
Non-controlling interests	609 836 607	1 281 023 623
	4 280 530 818	9 462 064 295

The notes from no.(1) to (43) are an integral part of these condensed consolidated interim financial statements.

Condensed Consolidated interim Statement of Changes in Equity
for the three months ended 31 March 2025

EGP	Issued and paid-up capital	ESOP shares issued not granted	Treasury shares	Reserves		Total reserves	Retained earnings attributable to owners of the parent company	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
				Legal reserve	Foreign operations translation differences reserve					
Balance as at 1 January 2024	2 170 777 876	(1 422 160)	(254 137 884)	554 350 878	3 387 649 590	3 942 000 468	29 867 247 832	35 724 466 132	2 384 013 396	38 108 479 528
comprehensive income for the period										
Profit for the period	–	–	–	–	–	–	3 979 976 698	3 979 976 698	256 852 745	4 236 829 443
Foreign operations translation differences	–	–	–	–	4 201 063 974	4 201 063 974	–	4 201 063 974	1 024 170 878	5 225 234 852
Total comprehensive income for the period	–	–	–	–	4 201 063 974	4 201 063 974	3 979 976 698	8 181 040 672	1 281 023 623	9 462 064 295
Transactions with owners of the parent company and others										
Contributions and distributions										
Dividends to employees and board of directors' remunerations	–	–	–	–	–	–	(28 402 205)	(28 402 205)	(455 325)	(28 857 530)
Total contributions and distributions	–	–	–	–	–	–	(28 402 205)	(28 402 205)	(455 325)	(28 857 530)
Total transactions with owners of the parent company and others	–	–	–	–	–	–	(28 402 205)	(28 402 205)	(455 325)	(28 857 530)
Balance as at 31 March 2024	2 170 777 876	(1 422 160)	(254 137 884)	554 350 878	7 588 713 564	8 143 064 442	33 818 822 325	43 877 104 599	3 664 581 694	47 541 686 293
Balance as at 1 January 2025	2 140 777 876	(1 422 160)	–	626 127 494	7 888 841 173	8 514 968 667	44 620 588 973	55 274 913 356	4 251 771 900	59 526 685 256
Total comprehensive income for the period										
Profit for the period	–	–	–	–	–	–	4 146 412 114	4 146 412 114	576 896 775	4 723 308 889
Foreign operations translation differences	–	–	–	–	(475 717 903)	(475 717 903)	–	(475 717 903)	32 939 832	(442 778 071)
Total comprehensive income for the period	–	–	–	–	(475 717 903)	(475 717 903)	4 146 412 114	3 670 694 211	609 836 607	4 280 530 818
Transactions with owners of the parent company and others										
Contributions and distributions										
shareholders dividends	–	–	–	–	–	–	–	–	(1 107 501)	(1 107 501)
Non-controlling interest share of acquiring new subsidiaries	–	–	–	–	–	–	–	–	182 316 637	182 316 637
Dividends to employees and board of directors' remunerations	–	–	–	–	–	–	(109 408 028)	(109 408 028)	(118 356)	(109 526 384)
Total contributions and distributions	–	–	–	–	–	–	(109 408 028)	(109 408 028)	181 090 780	71 682 752
Total transactions with owners of the parent company and others	–	–	–	–	–	–	(109 408 028)	(109 408 028)	181 090 780	71 682 752
Balance as at 31 March 2025	2 140 777 876	(1 422 160)	–	626 127 494	7 413 123 270	8 039 250 764	48 657 593 059	58 836 199 539	5 042 699 287	63 878 898 826

The notes from no.(1) to (43) are an integral part of these condensed consolidated interim financial statements.

Elsewedy Electric Company

(An Egyptian Joint Stock Company)

Condensed Consolidated Interim Statement of Cash Flows

		for the three months ended 31 March	
EGP	Note	2025	2024
Cash flows from operating activities			
Profit for the period before tax		6 052 353 129	7 039 394 146
Adjustments For :			
Depreciation of property plant and equipment	(17)	637 459 581	414 567 778
Depreciation of investment property		368 190	368 190
Amortization of intangible assets	(22)	1 962 777	17 131 034
Amortization of right of use assets	(19)	41 152 184	31 473 931
Impairment of goodwill	(11)	14 910 853	239 068 902
Net finance costs	(12)	755 685 224	(1 730 459 962)
impairment of property plant and equipment	(17)	-	(5 491 300)
Share of profit of equity-accounted investees, net of tax	(20)	(304 170 647)	(183 201 493)
Gain on sale of property, plant and equipment	(9)	(21 130 560)	(4 463 994)
		7 178 590 731	5 818 387 232
Changes in :			
Inventories		(185 983 212)	(11 983 390 113)
Contract assets		(287 286 977)	(30 032 582)
Trade and other receivables		(7 040 252 718)	(19 453 548 296)
Due from related parties		(255 574 979)	(1 076 425 900)
Trade and other payables		5 467 229 315	14 331 338 582
Contract liabilities		6 185 594 712	8 243 305 890
Other liabilities		(187 954 090)	22 911 921
Due to related parties		399 150 527	630 976 448
Industrial real state development		(118 797 591)	27 105 280
Employee dividends paid		(109 408 028)	(28 402 205)
Provisions		240 002 569	1 774 709 490
Cash flows from operating activities		11 285 310 259	(1 723 064 253)
Income tax paid		(507 360 080)	(374 700 460)
Interest paid		(1 743 011 591)	(1 743 011 591)
Net cash flows from operating activities		9 034 938 588	(3 840 776 304)
Cash flows from investing activities			
Paid for acquisition of property, plant and equipment and projects under construction		(2 626 983 570)	(1 957 648 433)
Paid for acquisition investment property		-	(466 200)
Interest received		529 480 699	529 480 699
Acquisition of intangible assets		(144 003 899)	(644 984)
Proceeds from sale of property, plant and equipment		308 330 603	73 652 611
Paid for acquisition of subsidiaries		24 492 368	-
Net (Paid) / Proceed from Investment in debt securities - at amortized cost		676 551 660	(719 245 922)
Net cash flows used in investing activities		(1 232 132 139)	(2 074 872 229)
Cash flows from financing activities			
Payment of lease liabilities		(40 752 887)	(340 453 133)
Proceeds from loans and borrowings		(3 646 876 896)	12 107 986 090
Non-controlling interest share of acquiring new subsidiaries		182 316 637	-
Dividends paid to non-controlling interest of subsidiaries		(1 225 857)	(455 325)
Net cash (Used in)/ resulted from financing activities		(3 506 539 003)	11 767 077 632
Net change in cash and cash equivalents		4 296 267 446	5 851 429 099
Cash and cash equivalents at 1 January	(28)	38 180 002 322	25 552 044 800
Effect of movement in exchange rate on cash held		(227 030 495)	502 204 794
Cash and cash equivalents at 31 March	(28)	42 249 239 273	31 905 678 693

The notes from no.(1) to (43) are an integral part of these condensed consolidated interim financial statements.

Elsewedy Electric Company
(An Egyptian Joint Stock Company)

Notes to the condensed consolidated interim Financial Statements for the three months ended 31 March 2025

1- Reporting entity

- Elsewedy Electric Company “Previously Elsewedy Cables Company” (The Company) is an Egyptian Joint Stock Company that was established under the Investment Incentives and Guarantees Law No. (8) of year 1997 and its executive regulations which is superseded by law No. (72) of year 2017.
- The Company was registered in the commercial register under no. 14584 on 1 June 2005.
- The extraordinary general assembly meeting on 19 April 2010 decided to change the Company name from Elsewedy Cables Company to Elsewedy Electric Company. This change was registered in the Company’s commercial register on 4 October 2010.
- The Company obtained the approval of Misr for Central Clearing, Depository, and Registry Company on 31 October 2010 for changing its name, also it changed its name in the Egyptian Stock Exchange after obtaining the approval of the Securities Listing Committee.
- The duration of the Company is 25 years starting from 1 June 2005.
- These consolidated financial statements comprise the Elsewedy Electric Company (The Parent Company) and its subsidiaries (together referred to as “The Group”)

1-1 Group’s operations

- Production of power cables, electricity poles, towers, transformers, and terminators.
 - Production of Joint accessories, terminators for electrical power cables, electrical power cable, telephone cables.
 - Production of electrical wires and cables with aluminum or copper and connectors either coated or not coated, with low, med, and high potential.
 - Production of (PVC) with its forms and byproducts.
 - Building, managing, operating, and maintaining power generation units and power nets.
- Each activity has an independent center and the required licenses should be acquired.

1-2 Foreign branches

Elsewedy Electric Company (The Parent Company) has the following two foreign branches:

A- Tanzania Branch

- The Company established a branch in Tanzania during 2018 and on 11 December 2018 the management entered a joint operation through this branch with the Arab Contractors Company "Othman Ahmed Osman" for the purpose of building Julius Nyerere Dam.
- The branch recognizes its share, which is 45% in the joint operation, over which the branch has exercised joint control, in accordance with the contractual agreement between the parties after unifying any discrepancy in the applied accounting policies. The financial statements of the Group include its share of the assets in joint operation, together with its share of the liabilities, revenues and expenses.
- According to the main original contract, the project of Building Julius Nyerere Dam was planned to be completed on 30 June 2022. The last formal extension of the project will be ending in May 2025 and about 99.60% of the project has been delivered on 31 March 2025.
- The main original contract also stipulates a three-years warranty period starting from the date of issuance of the initial handover certificate of the project, where the joint operation and the branch remain exist during the warranty period to meet its contractual obligations.
- Elsewedy Electric Company’s management intends to maintain its branch in Tanzania even after the project’s completion as a representative of Elsewedy Electric Company to expand its operations in Tanzania with the full support to the branch, whenever it’s necessary. Accordingly, the management has a reasonable expectation that the branch will continue its operational activities in the foreseeable future.

Elsowedy Electric Company
(An Egyptian Joint Stock Company)

Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

B- Burkina Faso Branch

- The Company established a branch in Burkina Faso on 17 March 2022, and entered into an agreement with the National Electricity Company of Burkina Faso (Sonabel) to carry out the construction works of the Photovoltaic Power Plant (42 MW) and the 90/33 KV Substation in the Northern Ouagadougou Region for the purpose of developing Solar Photovoltaic Plants and Strengthening the National Electricity System.
- According to the main original contract, the duration of the project ended on 30 April 2023, and on 8 January 2024, the project was extended for the second time to be ended on 31 May 2024. And from 23 February 2024, the project period has been extended for two years, ending on 22 February 2026.
- The contract also stipulates a two-years warranty period starting from the date of issuing the initial handover certificate of the project.
- Elsowedy Electric Company's management intends to maintain its branch in Burkina Faso even after the project's completion as a representative of Elsowedy Electric Company to expand its operations in Burkina Faso with the full support to the branch, whenever it's necessary. Accordingly, the management has a reasonable expectation that the branch will continue its operational activities in the foreseeable future.

2- Basis of accounting of consolidated financial statements

2-1 Compliance with accounting standards and laws

- The condensed consolidated interim financial statements were approved by the Board of Directors on 25 May 2025.
- These condensed consolidated interim financial statements have been prepared in less detail than consolidated financial statements as of 31 December 2024 and to obtain a better understanding of the financial position of the company and the result of operations. This condensed Consolidated interim financial statement must be read together with the full consolidated financial statement as of 31 December 2024.
- The mentioned accounting policies and basis in note no. (43) are followed.

2-2 Basis of measurement

- These condensed consolidated interim financial statements have been prepared in accordance with Egyptian Accounting Standards and the Egyptian laws and regulations.
- The Condensed Consolidated interim financial statements were prepared on 31 March 2025 in accordance with the Egyptian accounting standard No. (30) interim financial statement as a summary of the company's annual Consolidated financial statements and in the light of the relevant Egyptian laws and regulations.
- These Condensed consolidated interim financial statements do not contain all the information required when preparing the detailed annual financial statements and must be read with the annual consolidated financial statements as at 31 December 2024.

2-3 Basis of measurement

These Condensed consolidated interim financial statements have been prepared under the historical cost basis, except for:

- Financial assets and liabilities that are recorded at fair value through profit or loss.
- Financial assets and liabilities that are recorded at fair value through other comprehensive income.
- Financial assets and liabilities that are recorded at amortized cost.
- For presentational purposes, the current and non-current classification has been used for the condensed consolidated interim financial statement of Financial Position, while expenses are analyzed in Condensed consolidated interim financial statement of income using a classification based on their function. The in-direct method has been used in preparing the Condensed consolidated interim financial statement of cash flows.

3- Presentation currency

These condensed consolidated interim financial statements are presented in Egyptian pounds.

Elsewedy Electric Company
(An Egyptian Joint Stock Company)

Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

4- Use of judgments and estimates

- In preparing these condensed consolidated interim financial statements, the management has made judgements and estimates about the future which affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.
- Estimates and underlying assumptions are reviewed on an ongoing basis and are consistent with the Group's risk management where appropriate. any revisions to accounting estimates are recognized prospectively.

4-1 Judgements

- Information about judgments made in applying accounting policies that have the most significant effect on the amounts recognized in the Condensed consolidated interim financial statements is included in the following notes:
 - Revenue recognition: whether revenue is recognized at a point in time or over time.
 - Business combination: whether the Group has actual control over an investee.
 - Lease contract: whether the Group is reasonably certain about exercising extension's options.
 - Equity-accounted investee: whether the Group has significant influence over an Investee.

4-2 Assumptions and estimations uncertainties

- Information about assumptions and estimation uncertainties at the reporting date that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial year is included in the following notes:
 - Revenue recognition: Estimate of expected returns.
 - Uncertain tax treatments.
 - Impairment test of intangible assets and goodwill: key assumptions underlying recoverable amounts, including the recoverability of development costs.
 - Measurement of ECL allowance for trade and notes receivables and other receivables and contract assets: key assumptions in determining the weighted-average loss rate.
 - Acquisition of subsidiaries: fair value of the consideration transferred (including contingent consideration) and fair value of the assets acquired, and liabilities assumed, measured on a provisional basis.
 - Recognition of deferred tax assets: availability of future taxable profit against which deductible temporary differences and tax losses carried forward can be utilized.
 - Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources, assumption related to warranty provision, Provision for restoring of the site, and provision for transfer cost.

Measurement of fair values

- A number of the Group's accounting policies and disclosures require the measurement of fair values for both financial and non-financial assets and liabilities.
- The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including three levels of fair value, and reports directly to the board of directors.
- The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Egyptian Accounting Standards, including the level in the fair value hierarchy in which the valuation should be classified.
- Significant valuation variances are reported to the audit committee.

Elsowedy Electric Company
(An Egyptian Joint Stock Company)

Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 – Continued

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

Level 1 Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 Inputs for the asset or liability that are not based on observable market data (unobservable

- If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.
- The group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

5- Revenue

5-1 Revenue classification according to the timing of revenues recognition

EGP	For the three months ended 31 March	
	2025	2024
Recognized revenue at a point in time	43 288 619 029	34 770 358 983
Recognized revenue over time	16 102 910 607	10 479 289 533
	59 391 529 636	45 249 648 516

5-2 Revenue classification in accordance with the primary geographical market

EGP	For the three months ended 31 March	
	2025	2024
Inside Egypt	41 922 563 026	32 246 339 166
Outside Egypt	17 468 966 610	13 003 309 350
	59 391 529 636	45 249 648 516

5-3 Revenue classification in accordance with the major products and services lines

EGP	For the three months ended 31 March	
	2025	2024
Cables and accessories	36 097 779 984	29 628 287 298
Electrical Products and digital solutions	7 190 839 045	5 142 071 685
Constructions and infrastructures	16 102 910 607	10 479 289 533
	59 391 529 636	45 249 648 516

5-4 Revenue from foreign branches and joint operations

- The Group's revenues that recognized over time include revenues from Burkina Faso branch amounted to EGP 44 643 805 which is equivalent to CFA Francs 524 013 160 for the financial period ended 31 March 2025. (compared to EGP 77 376 704 for the financial period ended March 31,2024)- Note No. (1-2 B)

Elsowedy Electric Company
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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

- The Group's revenues that recognized over time include revenues from Tanzania branch amounted to EGP 454 781 917 which is equivalent to 22 740 602 976 Tanzanian Shilling for the financial period ended 31 March 2025 (compared to EGP 1 343 312 244 for the financial period ended March 31, 2024). Note No. (1-2A)
- The Group's revenues that recognized over time include revenues resulted from the joint operation of Playa Resort between El-Rowad Modern Engineering Company (Subsidiary Company) and G Investment Company amounted to EGP 1 346 394 856 for the financial period ended 31 March 2025 (EGP 19 602 969 for financial period ended 31 March 2024).

6- Cost of revenue

6-1 Classification of costs of revenue according to timing of revenue recognition.

For the three months ended 31 March			
EGP	Note No.	2025	2024
Cost of recognized revenue at a point in time	(6-1-1)	40 222 470 499	27 755 037 500
Cost of recognized revenue over time	(6-1-2)	9 195 322 834	7 590 864 099
		49 417 793 333	35 345 901 599

6-1-1 Cost of recognized revenue at a point in time

For the three months ended 31 March			
EGP	Note No.	2025	2024
Raw materials		34 813 044 907	23 576 134 189
Salaries and its equivalents		2 694 494 602	1 553 411 172
Depreciation of property, plant and equipment	(17-1)	492 160 703	316 264 425
Amortization of right of use asset	(19)	5 040 899	7 859 389
Amortization of intangible asset	(22)	1 804 240	1 524 587
Inventory write-down		115 495 054	721 819 690
Utilities, maintenance, and spare parts		627 842 786	493 941 269
Logistics costs		289 642 123	242 756 962
Rent expenses*		268 832 354	165 897 343
Other costs		914 112 831	675 428 474
		40 222 470 499	27 755 037 500

*The rent expense represents the value of low-value assets or short-term leases that are not subject to lease right-of-use recognition requirements in accordance to EAS No. (49).

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Continued

6-1-2 Cost of recognized revenue over time

	For the three months ended 31 March	
EGP	2025	2024
Raw materials	4 753 247 310	3 142 591 397
Cost of subcontractors	3 955 153 627	4 087 671 859
Finance costs *	504 290 579	356 098 197
Formed provision	-	4 502 646
Used From Onerous Contract Provision	(17 368 682)	-
	9 195 322 834	7 590 864 099

*Financing expenses include EGP 219 640 164 expenses related to opening letters of credit.

6-2 Classification of costs of revenue according to geographical locations.

	For the three months ended 31 March	
EGP	2025	2024
Inside Egypt	35 579 555 273	24 635 596 509
Outside Egypt	13 838 238 060	10 710 305 090
	49 417 793 333	35 345 901 599

6-3 Classification of costs of revenue according to the major products and services.

	For the three months ended 31 March	
EGP	2025	2024
Cables and accessories	30 097 980 636	22 344 018 940
Electrical Products and digital solutions	4 994 670 432	3 836 647 435
Construction and infrastructure	14 325 142 265	9 165 235 224
	49 417 793 333	35 345 901 599

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

7- Selling and distribution expenses

For the three months ended 31 March			
EGP	Note No.	2025	2024
Salaries and its equivalents		372 337 889	258 109 952
Miscellaneous expenses, computer, maintenance, and spare parts		12 243 168	5 420 537
Depreciation of property, plant and equipment	(17-1)	7 780 963	4 896 947
Amortization of right of use assets	(19)	2 256 924	1 827 500
Amortization of intangible assets	(22)	-	769 669
Advertising and promotions		140 146 578	74 073 545
Transportation and travelling		49 400 022	28 828 561
Insurance		23 599 637	8 358 423
Communication and telephones expense		3 193 453	2 105 341
Logistics services		489 853 864	414 322 859
Professional and consultancy fees		4 332 999	4 476 402
Rents		27 707 142	16 468 286
Other expenses		83 241 141	95 651 117
		1 216 093 780	915 309 139

8- General and administrative expenses

For the three months ended 31 March			
EGP	Note No	2025	2024
Salaries and its equivalents		1 124 207 532	739 158 896
Utilities, maintenance and spare parts		154 756 211	92 921 846
Depreciation of property, plant and equipment.	(17-1)	137 517 915	93 406 406
Depreciation of investment property		368 190	368 190
Amortization of right of use assets	(19)	33 854 361	21 787 042
Amortization of intangible assets	(22)	158 537	14 836 778
Cars, transportation and travelling		95 000 760	75 755 367
Bank charges		14 995 547	84 882 381
Rents		66 297 178	40 575 815
Communication and telephone		8 193 119	5 293 540
Professional and consultancy fees		11 834 232	8 561 505
Insurance		30 817 725	11 273 400
Tax and fees		13 743 350	71 232 976
Logistic services		82 977 202	7 281 437
Other expenses		219 446 526	427 565 294
		1 994 168 385	1 694 900 873

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

9- Other income

EGP	For the three months ended 31 March	
	2025	2024
Gain on sale of property, plant and	21 130 560	4 463 994
Provisions no longer required	139 578 638	803 847
Rental income	175 029 737	157 322 219
Scrap sale	41 487 338	14 861 163
Project compensation Income	12 922 313	6 975 427
Reverse Impairment tangible assets	-	5 491 300
Other operating income	99 720 038	188 114 416
	489 868 624	378 032 366

10- Net of impairment loss on trade and other receivables

EGP	For the three months ended 31 March	
	2025	2024
Impairment loss on trade and other receivables	(519 513 888)	(320 693 771)
Reversal of impairment loss on trade and other receivables	24 481 100	43 353 499
	(495 032 788)	(277 340 272)

- As part of the Group's regular operations, this increase is due to both the normal course of business and the impact of foreign exchange rate fluctuations, which affected the impairment loss on trade and other receivables.

11- Other expenses

EGP	Note No.	For the three months ended 31 March	
		2025	2024
Formed provisions	(35)	153 428 819	1 965 522 394
Takaful contribution expense *		80 670 560	63 905 012
Impairment of goodwill	(22)	14 910 853	239 068 902
Other operating expenses		5 432 036	-
		254 442 268	2 268 496 308

* The accrual has been recorded due to the application of law no. (2) of year 2018 "Comprehensive System Health Insurance" that was issued by the parliament to establish an economic public authority called the General Authority for Comprehensive Health Insurance. The law was imposed on individuals and entities to deduct 2.5 per thousand from their total annual revenues under the name of Takaful contribution expense.

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

12- Net finance cost

EGP	For the three months ended 31 March	
	2025	2024
<u>Finance income</u>		
Credit interests	305 293 021	123 509 332
Foreign currencies translation gain	460 416 154	3 127 230 304
Other finance income	224 187 678	170 375 064
Total finance income	989 896 853	3 421 114 700
<u>Finance costs</u>		
Interests and finance expenses	(1 743 011 591)	(1 686 776 027)
Interests on lease liability	(2 570 486)	(3 878 711)
Total finance costs	(1 745 582 077)	(1 690 654 738)
Net finance costs	(755 685 224)	1 730 459 962

13- Income tax expense

EGP	Note No.	For the three months ended 31 March	
		2025	2024
Income tax for the current period		(1 222 097 263)	(2 315 498 446)
Deferred tax	(13-1)	(106 946 977)	(487 066 257)
		(1 329 044 240)	(2 802 564 703)

13-1 Deferred tax expense

EGP	2025	2024
Origination and reversal of temporary tax differences	(106 946 977)	(487 066 257)
	(106 946 977)	(487 066 257)

14- Deferred tax

EGP	Note No.	31 March 2025	31 December 2024
Tax from which an asset is generated	(14-1)	2 277 071 165	2 362 632 290
Total deferred tax assets		2 277 071 165	2 362 632 290
Tax from which liability is generated	(14-2)	(3 670 622 640)	(3 669 892 743)
Total deferred tax liabilities		(3 670 622 640)	(3 669 892 743)

14-1 Deferred tax assets

EGP	31 March 2025	31 December 2024
Property, plant and equipment	137 597 975	348 755 254
Provisions	1 498 150 174	1 150 088 518
Tax losses carried forward	516 593 517	516 593 517
foreign currencies differences and differences from construction contracts	124 729 499	347 195 001
	2 277 071 165	2 362 632 290

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Continued

14-2 Deferred tax liabilities

EGP	31 March 2025	31 December 2024
Property, plant and equipment and provisions *	(1 233 673 575)	(973 025 245)
The impact of fair value resulted from acquiring subsidiaries companies	-	(578 559 000)
Deferred tax on undistributed dividends from subsidiaries	(2 119 920 427)	(1 786 792 557)
foreign currencies differences and differences from construction contracts *	(317 028 638)	(331 515 941)
	(3 670 622 640)	(3 669 892 743)

*The balances include the fair value resulted from the group acquiring of two companies which are Pyramids Development Industrial Parks and Pyramids Zona Franca Egypt for Industrial Parks Development on 1 November 2024. The balances include the impact of acquiring beginning balances that amounted to 58 844 L.E. in addition to the impact of fair value that amounted to 578 559 000 L.E.

14-3 Unrecognized deferred tax assets

EGP	31 March 2025	31 December 2024
Net impairment losses on trade receivables and other receivables	1 120 919 175	1 677 515 150
Provisions	3 150 638 131	3 142 350 923
Inventory write-down	1 396 490 648	1 363 214 738
	5 668 047 954	6 183 080 811

- Deferred tax assets have not been recognized for temporary differences resulting from uncertainty of utilization of their benefits in the foreseeable future.

15- Group's tax status

- The Parent Company is subject to the Investment Guarantees and Incentives Law No. (8) of year 1997 and its executive regulations which is superseded by law No. (72) of year 2017.
- The parent Company and its subsidiaries that are located in Egypt are filed all of the required tax returns on their due dates in accordance with the applicable Egyptian laws and provisions.
- There are subsidiaries in Egypt that are not subject to corporate tax as they were established according to the Free Zones Law. According to this law, these entities shall pay 1% of their revenues to the General Authority for Investment and Free Zones (GAFI).
- Foreign branches and subsidiaries in other foreign countries are subject to the tax laws and regulations in effect in each country.

16- Operating segments

An operating segment is a component of an entity:

- a) that engages in business activities from which it may earn revenues and incur expenses(including revenues and expenses related to transactions with other entities within the same establishment).
- b) whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance, and
- c) for which discrete financial information is available.

Basis for segmentation

The group has three major operating segments representing its reportable segments. These segments offer different products and services. Segments are managed separately as they require different technology and marketing strategies.

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
Continued

The following summary describes the operations of each reportable segment:

<u>Segments</u>	<u>Operations</u>
Cables segment	This segment manufactures, markets and trades in cables.
Constructions segment	This segment execute construction works related to constructing electric power plants and electricity distribution networks.
Electrical products and its accessories segment	This segment manufactures electric meters, transformers, electrical joint and terminals in addition to marketing and trading them.

The Board of Directors reviews the internal management reports of each segment quarterly.

Geographic segments

The Group's revenues and non-current assets are determined based on the geographical location of the parent Company which is Egypt and the other countries, accordingly they are separated as inside and outside Egypt.

16- Operating segments - (Continued)

	Cables and accessories		Construction and infrastructure		Electric Products and digital solutions		Inter-company transactions elimination	Total
EGP	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt		31 March 2025
Local Sales and construction revenue	8 013 766 721	9 565 468 945	12 659 692 944	2 530 423 059	1 643 795 002	2 190 091 582	-	36 603 238 253
Export Sales and construction revenue	18 350 022 236	168 522 082	311 489 106	601 305 498	943 797 017	2 413 155 444	-	22 788 291 383
Total revenue without inter-segment sales	26 363 788 957	9 733 991 027	12 971 182 050	3 131 728 557	2 587 592 019	4 603 247 026	-	59 391 529 636
Total Inter-segment sales revenue	8 366 495 650	96 982 076	430 884 947	-	1 143 715 371	336 755 940	(10 374 833 984)	-
Total revenue	34 730 284 607	9 830 973 103	13 402 066 997	3 131 728 557	3 731 307 390	4 940 002 966	(10 374 833 984)	59 391 529 636
Total Cost of revenue	(30 853 379 328)	(7 708 079 034)	(11 978 101 812)	(2 777 925 400)	(2 689 170 101)	(3 785 971 642)	10 374 833 984	(49 417 793 333)
Gross Profit	3 876 905 279	2 122 894 069	1 423 965 185	353 803 157	1 042 137 289	1 154 031 324	-	9 973 736 303
Total selling and distribution expenses	(589 091 860)	(196 814 466)	(18 479 284)		(164 628 821)	(247 079 349)	-	(1 216 093 780)
Segment profit	3 287 813 419	1 926 079 603	1 405 485 901	353 803 157	877 508 468	906 951 975	-	8 757 642 523

Other income								489 868 624
Group share of profit of equity-accounted investees, net of tax								304 170 647
General and administrative expenses								(1 994 168 385)
Impairment loss on trade and other receivables								(495 032 788)
Other expenses								(254 442 268)
Net finance cost								(755 685 224)
Income tax expense								(1 329 044 240)
Profit for the year after tax								4 723 308 889

Allocation of some significant accounts on group segments.

	Cables and accessories		Construction and infrastructure		Electric Products and digital solutions		Unallocated	Total
EGP	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt		31 March 2025
Depreciation	123 634 530	111 498 484	194 896 782	41 742 614	27 811 578	102 343 897	35 531 696	637 459 581
Assets	37 661 616 485	46 557 653 196	94 130 654 764	32 746 722 282	5 348 822 529	2 162 951 014	44 457 716 677	263 066 136 947
Liabilities	11 948 411 771	11 287 154 859	80 551 832 166	34 569 188 466	961 238 925	1 188 819 220	58 680 592 714	199 187 238 121
Acquisition of property, plant and equipment	683 127 637	1 068 022 567	524 228 842	184 090 275	52 741 270	86 845 032	31 330 457	2 630 386 080

Government and sovereign entities represent 24% of the group's total revenue.

Notes to the Condensed Consolidated Interim Financial Statements for the three months Ended 31 March 2025 – Continued

16- Operating segments - (Continued)

	Cables and accessories		Construction and infrastructure		Electric Products and digital solutions		Inter-company transactions elimination	Total
EGP	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt		31 March 2024
Local Sales and construction revenue	12 072 724 504	5 687 727 638	6 438 705 082	1 610 677 507	552 885 509	1 687 226 685	-	28 049 946 925
Export Sales and construction revenue	11 689 464 056	178 371 100	830 873 931	1 599 033 013	661 686 084	2 240 273 407	-	17 199 701 591
Total revenue without inter-segment sales	23 762 188 560	5 866 098 738	7 269 579 013	3 209 710 520	1 214 571 593	3 927 500 092	-	45 249 648 516
Total Inter-segment sales revenue	5 674 438 090	1 019 542 736	948 805 975	-	718 829 735	708 018 897	(9 069 635 433)	-
Total revenue	29 436 626 650	6 885 641 474	8 218 384 988	3 209 710 520	1 933 401 328	4 635 518 989	(9 069 635 433)	45 249 648 516
Total Cost of revenue	(23 587 307 828)	(5 450 691 938)	(7 025 216 754)	(3 088 824 445)	(1 365 145 727)	(3 898 350 340)	9 069 635 433	(35 345 901 599)
Gross Profit	5 849 318 822	1 434 949 536	1 193 168 234	120 886 075	568 255 601	737 168 649	-	9 903 746 917
Total selling and distribution expenses	(436 291 836)	(138 846 461)	(11 444 358)		(122 185 548)	(206 540 936)	-	(915 309 139)
Segment profit	5 413 026 986	1 296 103 075	1 181 723 876	120 886 075	446 070 053	530 627 713	-	8 988 437 778

Other income								378 032 366
Group's share of profit of equity-accounted investees, net of tax								183 201 493
General and administrative expenses								(1 694 900 873)
Impairment loss on trade and other receivables								(277 340 272)
Other expenses								(2 268 496 308)
Net finance cost								1 730 459 962
Income tax expense								(2 802 564 703)
Profit for the period after tax								4 236 829 443

Allocation of some significant accounts on group segments.

	Cables and accessories		Construction and infrastructure		Electric Products and digital solutions		Unallocated	Total
EGP	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt	Inside Egypt	Outside Egypt		31 March 2024
Depreciation	73 307 428	73 621 509	111 564 048	43 826 997	18 367 754	58 459 703	35 420 339	414 567 778
Assets	66 588 726 718	17 231 022 724	38 010 281 077	44 598 409 860	17 919 504 328	616 802 260	16 199 446 284	201 164 193 251
Liabilities	39 434 381 121	14 398 722 967	35 967 589 007	39 673 714 557	13 932 660 848	3 680 873 133	54 076 251 618	201 164 193 251
Acquisition of property, plant and equipment	238 104 370	492 457 670	900 090 447	121 221 434	260 315 169	123 019 584	44 993 224	2 180 201 898

Government and sovereign entities represent 24% of the group's total revenue.

Notes to the Condensed Consolidated Interim Financial Statements for the three months Ended 31 March 2025 – Continued

17- Property, plant and Equipment

EGP	Land	Buildings & constructions	Machineries & equipment	Furniture & fixtures	Vehicles	Leasehold improvements	Total	Projects under construction	Property, plant, and equipment retirement obligations	Total property, plant and equipment
Cost as at 1 January 2024	1 581 435 255	7 956 006 885	18 333 276 366	1 402 098 838	665 196 435	198 973 254	30 136 987 033	3 508 858 964	449 981 766	34 095 827 763
Additions during the year	326 277 211	699 181 390	2 061 542 102	595 894 268	353 112 491	88 285 904	4 124 293 366	4 601 559 472	-	8 725 852 838
The impact of acquiring subsidiary companies on beginning balances.	-	-	1 749 334	1 022 355	1 739 403	-	4 511 092	-	-	4 511 092
The impact of fair value that resulted from acquiring subsidiary companies	-	-	17 994 000	-	-	-	17 994 000	-	-	17 994 000
Disposals during the year	(90 141 217)	(214 237 992)	(487 134 538)	(84 050 180)	(48 923 578)	(62 518 529)	(987 006 034)	(236 071 926)	-	(1 223 077 960)
Transfers from project under constructions	-	514 404 315	1 327 748 196	12 444 117	37 729 689	27 118 376	1 919 444 693	(1 919 444 693)	-	-
Effect of movement in exchange rates	185 204 808	1 822 551 313	7 540 977 385	182 775 948	145 112 944	38 851 163	9 915 473 561	494 416 321	26 402 907	10 436 292 789
Cost as at 31 December 2024	2 002 776 057	10 777 905 911	28 796 152 845	2 110 185 346	1 153 967 384	290 710 168	45 131 697 711	6 449 318 138	476 384 673	52 057 400 522
Cost as at 1 January 2025	2 002 776 057	10 777 905 911	28 796 152 845	2 110 185 346	1 153 967 384	290 710 168	45 131 697 711	6 449 318 138	476 384 673	52 057 400 522
Additions during the period	-	55 926 514	372 393 603	184 207 015	59 555 107	125 346 853	797 429 092	1 832 956 988	-	2 630 386 080
Disposals during the period	-	(53 981 455)	(284 146 017)	(154 172 031)	(367 777)	(79 159 869)	(571 827 149)	(3 402 510)	-	(575 229 659)
Transfers from project under constructions	-	287 188 394	215 973 383	98 898	789 456	-	504 050 131	(504 050 131)	-	-
Effect of movement in exchange rates	(2 168 934)	(12 100 410)	(98 346 869)	(24 131 237)	221 118	(3 514 506)	(140 040 838)	(12 951 946)	-	(152 992 784)
Cost as at 31 March 2025	2 000 607 123	11 054 938 954	29 002 026 945	2 116 187 991	1 214 165 288	333 382 646	45 721 308 947	7 761 870 539	476 384 673	53 959 564 159
Accumulated depreciation and impairment as at 1 January 2024	365 687	2 444 719 321	12 071 743 172	887 139 761	442 656 707	167 196 084	16 013 820 732	72 840 664	-	16 086 661 396
The impact of acquiring subsidiary companies on beginning balances.	-	-	817 215	808 991	1 739 393	-	3 365 599	-	-	3 365 599
Depreciation during the year	-	351 929 188	1 276 417 451	226 147 291	112 760 418	37 269 200	2 004 523 548	-	15 123 323	2 019 646 871
Accumulated depreciation of disposals	-	(35 751 863)	(397 354 154)	(68 343 250)	(37 833 756)	(15 258 120)	(554 541 143)	-	-	(554 541 143)
Impairment loss of property, plant and equipment	-	-	-	-	-	14 880 711	14 880 711	-	-	14 880 711
Effect of movement in exchange rates	-	1 146 303 611	5 376 817 609	241 654 737	122 491 708	48 795 087	6 936 062 752	-	7 561 661	6 943 624 413
Accumulated depreciation and impairment as at 31 December 2024	365 687	3 907 200 257	18 328 441 293	1 287 407 530	641 814 470	252 882 962	24 418 112 199	72 840 664	22 684 984	24 513 637 847
Accumulated depreciation and impairment as at 1 January 2024	365 687	3 907 200 257	18 328 441 293	1 287 407 530	641 814 470	252 882 962	24 418 112 199	72 840 664	22 684 984	24 513 637 847
Depreciation during the period	-	96 092 434	413 068 952	61 965 565	42 948 093	19 603 706	633 678 750	-	3 780 831	637 459 581
Accumulated depreciation of disposals	-	(213 574)	(266 772 775)	(16 893 638)	(227 964)	(519 155)	(284 627 106)	-	-	(284 627 106)
Effect of movement in exchange rates	-	43 485 633	(36 679 952)	(26 311 832)	624 334	(18 122 064)	(37 003 881)	-	-	(37 003 881)
Accumulated depreciation and impairment as at 31 March 2025	365 687	4 046 564 750	18 438 057 518	1 306 167 625	685 158 933	253 845 449	24 730 159 962	72 840 664	26 465 815	24 829 466 441
Net carrying amount										
As at 31 March 2025	2 000 241 436	7 008 374 204	10 563 969 427	810 020 366	529 006 355	79 537 197	20 991 148 985	7 689 029 875	449 918 858	29 130 097 718
As at 31 December 2024	2 002 410 370	6 870 705 654	10 467 711 552	822 777 816	512 152 914	37 827 206	20 713 585 512	6 376 477 474	453 699 689	27 543 762 675

*The net carrying amount include the balance of the most important projects under constructions for the following components Egytech cables , El Sewedy Electric Steel Application, EL Sewedy Cables - KSA Ltd, Egyptian Company For Advanced Industries (Sedco) by amount 1 197 988 787 ,1 200 466 826 , 1 799 188 438 and 711 659 896 respectively, these balance has no capitalized borrowing costs during the period.

17-1 Depreciation of property, plant and equipment charged to the Condensed consolidated statement of profit or loss is presented as follows:-

EGP	Note No.	2025	2024
Cost of recognized revenue at a point in time	(6-1-1)	492 160 703	316 264 425
Selling and distribution expenses	(7)	7 780 963	4 896 947
General and administrative expenses	(8)	137 517 915	93 406 406
		637 459 581	321 161 372

Information about the property, plant and equipment pledged as security for liabilities is included in note No. (32).

Information about the amount of contractual commitments for the acquisition of property, plant and equipment is included in note No. (36).

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18- Investment property

EGP	Lands	Buildings	Total
Cost as of 1 January 2024	9 907 417	70 422 988	80 330 405
Additions during the year	-	466 197	466 197
Cost as of 31 December 2024	9 907 417	70 889 185	80 796 602
Cost as of 1 January 2024	9 907 417	70 889 185	80 796 602
Additions during the period	-	-	-
Cost as of 31 March 2025	9 907 417	70 889 185	80 796 602
Accumulated depreciation as of 1 January 2024	-	(19 297 313)	(19 297 313)
Depreciation during the year	-	(1 472 753)	(1 472 753)
Accumulated depreciation as of 31 December 2024	-	(20 770 066)	(20 770 066)
Accumulated depreciation as of 1 January 2025	-	(20 770 066)	(20 770 066)
Depreciation during the period	-	(368 190)	(368 190)
Accumulated depreciation as of 31 March 2025	-	(21 138 256)	(21 138 256)
Net Carrying amount as of 31 March 2025 *	9 907 417	49 750 929	59 658 346
Net Carrying amount as of 31 December 2024*	9 907 417	50 119 119	60 026 536

* The balance as of 31 March 2025 includes investment property for the following companies

	2025	2024
SDM for development & Management (S.A.E),	9 460 109	9 460 109
Red sea copper Company – Egypt (S.A.E)	2 499 880	2 527 369
Elsowedy Electric (S.A.E)	47 698 357	48 039 058

- The fair value of these investments as of 31 March 2025 is EGP 58 551 555 and EGP 30 627 542 and EGP 923 778 000 respectively.

19- Right of use assets

EGP	Buildings	Machinery	Total
Cost as of 1 January 2024	913 617 353	182 348 592	1 095 965 945
Additions during the year	42 671 209	20 645 180	63 316 389
Disposals during the year	(638 167 132)	(9 991 289)	(648 158 421)
Effect of movement in exchange rates	156 331 189	46 544 969	202 876 158
Cost as of 31 December 2024	474 452 619	239 547 452	714 000 071
Cost as of 1 January 2025	474 452 619	239 547 452	714 000 071
Additions during the period	2 476 430	33 933 293	36 409 723
Disposals during the period*	(3 073 819)	-	(3 073 819)
Effect of movement in exchange rates	(2 317 507)	(1 562 223)	(3 879 730)
Cost as of 31 March 2025	471 537 723	271 918 522	743 456 245
Accumulated amortization as of 1 January 2024	(119 826 612)	(95 159 232)	(214 985 844)
Amortization during the year**	(135 417 272)	(22 482 587)	(157 899 859)
Accumulated amortization of disposals	244 244 148	7 083 767	251 327 915
Effect of movement in exchange rates	(70 348 370)	(25 140 235)	(95 488 605)
Accumulated amortization as of 31 December 2024	(81 348 106)	(135 698 287)	(217 046 393)
Accumulated amortization as of 1 January 2025	(81 348 106)	(135 698 287)	(217 046 393)
Amortization during the period**	(35 463 547)	(5 688 637)	(41 152 184)
Accumulated amortization of disposals	1 041 533	-	1 041 533
Effect of movement in exchange rates	1 069 336	(11 600 973)	(10 531 637)
Accumulated amortization as of 31 March 2025	(114 700 784)	152 987 897	(267 688 681)
Net carrying amount as of 31 March 2025	356 836 939	118 930 625	475 767 564
Net carrying amount as of 31 December 2024	393 104 513	103 849 165	496 953 678

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- The net carrying amount as of 31 March 2025 includes the most important right of use assets of the following subsidiaries:

Subsidiary Name	2025	2024
Elsowedy Electric for Transmission and Distribution Company	24 587 895	32 947 603
Elsowedy Electric for Trading and Distribution Company	60 561 290	83 181 727
October Dry Port Company	224 165 708	224 826 963
Elsowedy for Industrial Development Company - Ain AlSokhna	51 470 361	51 470 361

- An amount of EGP 237 159 406 was capitalized on the value of the building of Elsowedy Electric for Trading and Distribution which represented the foreign currency differences of the financial lease liabilities that were capitalized in accordance with the accounting treatment in Appendix (H) of the Egyptian Accounting Standard no. (13) that related to the impact of changes in foreign exchange rates as of March 31, 2025 (Comparing to an amount of EGP 237 159 406 as of 31 December 2024).

*Reason for disposing of Right of use assets is termination of lease contract during the period ended 31 March 2025.

**Amortization of right of use assets was charged to the condensed consolidated interim statement of profit or loss at 31 March as follows:

EGP	Note No.	2025	2024
Cost of revenues recognized at a point in time	(6-1-1)	5 040 899	7 859 389
Selling and distribution expenses	(7)	2 256 924	1 827 500
General and administrative expenses *	(8)	33 854 361	21 787 042
		41 152 184	31 473 931

*Most of the leased assets are used for general and administrative functions, primarily supporting the subsidiaries' headquarters

20- **Equity-accounted investees**

EGP	Group Share of Net Assets		Group Share of Profit And loss (Net of Tax)	
	2025	2024	2025	2024
Elastmold-Egypt Company	-	24 492 368	-	(315 084)
Elsowedy Cables Company – Qatar*	693 159 133	644 193 989	70 926 728	8 703 913
Pyramids Development Industrial Parks Company	-	-	-	(21 825 949)
Senyar Industries Qatar Holding Company*	661 201 694	701 629 591	(14 424 324)	(7 612 410)
Doha Cables - Qatar*	3 683 867 490	3 487 865 439	213 068 160	159 047 636
Aloula For Industrial Parks Development	56 342 997	44 372 057	11 970 940	2 015 729
Pyramids Zona Franca Egypt for Industrial Parks Development	-	-	-	1 073 121
SC Zone Utilities	394 505 678	361 279 768	40 819 292	38 610 459
Elsowedy Wataniya for Industries & Engineering Projects – SWIEP	385 023 951	404 588 655	(19 292 631)	900 277
Raneen Energy LLC*	4 120 655	8 184 194	(4 259 675)	2 603 801
Yanbu Copper wires Company	438 912 500	440 537 500	-	-
Others Companies *	373 085 940	356 903 977	5 362 157	-
	6 690 220 038	6 474 047 538	304 170 647	183 201 493

*The balance of the Group's share of the net assets of companies whose functional currency is not the Egyptian pound includes the Group's share of foreign currency translation differences in the net asset balances as of March 31, 2025 amounting to L.E 63 505 779.

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The following table summarize the information related to the most important companies that the Group records equity accounted investees as at 31 March 2025

31 March 2025	EL Sewedy Cables - Qatar	Senyar Industries Qatar Holding	Doha Cables - Qatar	Aloula For Industrial Parks Development	SC Zone Utilities	El Sewedy Wataniya for Industries & Engineering Projects – SWIEP	Ranceen Energy LLC
Percentage of ownership interest	% 38.3	% 50	% 47.2870	% 50	% 49	% 49	% 49
Non-current assets	250 802 657	744 632 006	1 068 550 562	89 770	1 789 460	2 119 612 619	11 337 263
Current assets	7 570 277 222	966 074 508	9 845 249 184	268 572 962	2 440 581 337	2 934 591 068	523 540 554
Non-current liabilities	(311 114 313)	-	(191 139 550)	-	(171 031)	(275 331 384)	-
Current liabilities	(5 700 150 598)	(388 303 127)	(2 932 215 698)	(155 976 738)	(1 637 086 138)	(3 993 109 138)	(526 468 316)
Net assets (100%)	1 809 814 968	1 322 403 387	7 790 444 498	112 685 994	805 113 628	785 763 165 -	8 409 501
Group's share of net assets	693 159 133	661 201 694	3 683 867 490	56 342 997	394 505 678	385 023 951	4 120 655
Revenue	3 185 675 212	-	4 803 106 763	55 532 848	343 443 875	6 090 243	137 223 241
Depreciation and amortization	(806 757)	-	(228 299 268)	(2 148)	(134 662)	(24 851 190)	(9 343)
Inter-set income/cost	(13 397 657)	(14 667 884)	6 124 268	7 346 907	30 813 548	(9 369 468)	(811 992)
Income tax expenses	-	-	-	(6 984 662)	(20 684 162)	-	-
Profit from continuing operations (100%)	185 187 279	(28 848 647)	450 585 066	23 941 880	83 304 678	(39 372 717)	(8 693 215)
Other comprehensive income (100%)	-	-	-	-	-	-	-
Group's share of total comprehensive income	70 926 728	(14 424 324)	213 068 160	11 970 940	40 819 292	(19 292 631)	(4 259 675)
Equity accounted investee are shown in related parties- note no (38)							

The following table summarize the information related to the most important companies that the Group records equity accounted investees as at 31 December 2024

31 December 2024	Elastmold-Egypt	EL Sewedy Cables - Qatar	Senyar Industries Qatar Holding	Doha Cables - Qatar	Aloula For Industrial Parks Development	SC Zone Utilities	El Sewedy Wataniya for Industries & Engineering Projects – SWIEP	Raneen Energy LLC
Percentage of ownership interest	% 49.6	% 38.3	% 50	% 47.2870	50%	49%	49%	49%
Non-current assets	70 332	248 674 092	750 856 794	1 072 847 269	48 668	1 895 325	2 126 152 094	10 208 613
Current assets	50 876 885	7 549 077 969	955 208 893	10 253 413 332	276 294 979	2 150 919 928	2 706 863 658	439 913 057
Non-current liabilities	-	(315 449 082)	-	(3 763 186 914)	-	(171 031)	(4 427 480)	(500 741)
Current liabilities	(1 567 443)	(5 800 334 339)	(302 806 506)	(187 123 766)	(187 599 533)	(1 415 338 573)	(4 002 897 139)	(432 918 492)
Net assets (100%)	49 379 774	1 681 968 640	1 403 259 181	7 375 949 921	88 744 114	737 305 649	825 691 133	16 702 437
Group's share of net assets	24 492 368	644 193 989	701 629 591	3 487 865 439	44 372 057	361 279 768	404 588 655	8 184 194
Revenue	1 990 309	10 200 920 898	-	19 369 741 410	27 728 246	1 684 713 561	3 109 778 197	766 140 801
Depreciation and amortization	(712 863)	(1 328 686)	-	(154 324 903)	(6 184)	(454 479)	(32 701 440)	(2 680 826)
Intersect income/cost	(91 034)	(47 485 617)	(65 203 941)	(46 134 131)	24 986 100	114 522 847	59 524 366	(3 489 180)
Income tax expenses	(12 306)	-	-	-	(8 615 390)	(79 726 641)	(134 082 421)	(494 933)
Profit from continuing operations (100%)	(1 383 411)	179 680 914	(122 902 940)	1687 342 327	16 711 408	330 846 168	360 696 898	16 064 700
Other comprehensive income (100%)	-	-	-	-	-	-	-	-
Group's share of total comprehensive income	(686 172)	68 817 790	(61 451 470)	797 893 566	8 355 704	162 114 622	176 741 480	7 871 703

Equity accounted investee are shown in related parties- note no (38)

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20-1 Profit from previously recognized share of earnings or losses from Equity-method

At the prior year, Elsewedy electric was holding 50% shares of Pyramids for industrial development with no control and 47% indirect shares of Pyramids Zona Franca, Elsewedy electric recognized its share of the net asset changes of Pyramids for industrial development and Pyramids Zona Franca using equity accounting at the prior year as shown at the comparative figures.

In November 2024 the Group acquired the remaining shares through Elsewedy Utilities holding (subsidiary controlled by Elsewedy electric) which acquired 50% of the share capital of Pyramids industrial park, As a result of this transaction Elsewedy Utilities Holding holds a 93% stake in Pyramids zona franca and thereby obtained control.

Taking control of Pyramids for Industrial Development and Pyramids Zona Franca will allow the Group to strengthen its presence in the industrial real estate development sector, expanding its portfolio and market reach.

The following table summarizes the consideration paid for the acquisition of the remaining shareholding interest and the fair value of net assets acquired at the acquisition date.

	1 November 2024
Cash consideration transferred	1 149 999 933
Fair value of previously held interest in Pyramids for industrial development and Pyramids Zona Franca before business combination	1 298 107 150
Total consideration	2 448 107 083
Less:	
Fair value of identifiable net assets – Note No. (20-1-1)	2 596 214 300
Bargain purchase	148 107 217

	1 November 2024
Fair value of interest in Pyramids for industrial development and Pyramids Zona Franca on November 1, 2024	1 298 107 150
Carrying amount of interest on November 1, 2024	(341 552 505)
Gain on previously held interest recognized in profit or loss	956 554 645

20-1-1 Identifiable assets acquired, and liabilities acquired:

The following table summarizes the recognized amounts of assets acquired and liabilities assumed at the date of acquisition.

Identifiable assets and liabilities	Amount
Fixed assets	20 491 150
Other assets	432 000
Deferred tax asset	78 000
Projects under construction	3 521 240 150
Trade receivable	37 185 000
Debtors and other debit balances	131 733 850
Due from related parties	385 280 500
Cash and cash equivalents	325 313 150
Deferred tax liability	(583 198 300)
Advances from customers	(69 193 000)
Suppliers and contractors	(275 848 800)
Creditors and other credit balances	(390 590 700)
Land purchase creditors-short term	(27 910 000)
Due to related parties	(478 798 700)
Total identifiable net assets acquired	2 596 214 300

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20-2 Profit from previously recognized share of earnings or losses from Equity-method

Elsewedy Electric owned 49.6% of the shares of Elastmold Egypt, but did not have control. Elsewedy Electric recognized its share of the changes in Elastmold Egypt's net assets using the equity method of accounting in the prior year, as shown in the previous financial statements.

In January 2025, the Group acquired the shareholder's interest through Elsewedy Kenya Renewable Energy Holdings Limited (a wholly-owned subsidiary of Elsewedy Electric), which acquired 50% of the share capital of Elastmold Egypt. As a result of this transaction, Elsewedy Electric indirectly owns 99.6% of Elastmold Egypt's shares, thereby obtaining control.

The following table summarizes the consideration paid for the acquisition of the remaining shareholding interest and the fair value of net assets acquired at the acquisition date.

	February 2025
Cash consideration transferred	26 416 642
The fair value of the previous stake in Elastmold Egypt Company before the acquisition	24 558 103
Total consideration	50 974 745
Less:	
Fair value of identifiable net assets – Note No. (20-2-1)	49 116 206
Bargain purchase	1 858 539

	February 2025
Fair value of the stake in Elastmold Company in February 2025	24 558 103
Carrying amount of interest on February, 2025	24 558 103
Gain on previously held interest recognized in profit or loss	-

20-2-1 Identifiable assets acquired, and liabilities acquired:

The following table summarizes the recognized amounts of assets acquired and liabilities assumed at the date of acquisition.

Identifiable assets and liabilities	Amount
Fixed assets	49 399
Right of use Asset	487 078
Deferred tax asset	23 616
Trade receivable	2 627
Debtors and other debit balances	28 111
Due from related parties	323 603
Cash and cash equivalents	47 656 751
Deferred tax liability	2 165 670
Advances from customers	549 820
Creditors and other credit balances	(1 195 961)
Land purchase creditors-short term	(478 295)
Due to related parties	(496 213)
Total identifiable net assets acquired	49 116 206

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21- Trade and other receivables

EGP	31 March 2025	31 December 2024
Trade receivables	500 054 404	247 084 558
Retention receivables	480 319 646	1 631 786 454
Other receivables	15 090 443	15 246 040
	995 464 493	1 894 117 052

- The trade and other receivables balance amounted to EGP 995 464 493 as of 31 March 2025 represents the present values of these items.

22- Intangible assets and goodwill

EGP	Goodwill *	Development cost **	Total
Cost as at 1 January 2024	1 049 683 502	552 361 322	1 602 044 824
Additions during the year	116 968 793	158 946 784	275 915 577
Effect of movement in exchange rates	(14 184 165)	584 807 547	570 623 382
Cost as at 31 December 2024	1 152 468 130	1 296 115 653	2 448 583 783
Cost as at 1 January 2025	1 152 468 130	1 296 115 653	2 448 583 783
Additions during the period*	83 641 979	60 361 920	144 003 899
Effect of movement in exchange rates	75 940 622	43 662 695	119 603 317
Cost as at 31 March 2025	1 312 050 731	1 400 140 268	2 712 190 999
Accumulated amortization and impairment as of 1 January 2024	(44 588 845)	(295 693 732)	(340 282 577)
Amortization during the year	-	(80 726 323)	(80 726 323)
Impairment loss during the year – Note no. (11)	(270 053 406)	-	(270 053 406)
Effect of movement in exchange rates	(37 848 759)	(260 478 170)	(298 326 929)
Accumulated amortization and impairment as of 31 December 2024	(352 491 010)	(636 898 225)	(989 389 235)
Accumulated amortization and impairment as of 1 January 2025	(352 491 010)	(636 898 225)	(989 389 235)
Amortization during the period	-	(1 962 777)	(1 962 777)
Impairment loss during the period – Note no. (11)	(14 910 853)	-	(14 910 853)
Effect of movement in exchange rates	(72 578 779)	(71 545 583)	(144 124 362)
Accumulated amortization and impairment as of 31 March 2025	(439 980 642)	(710 406 585)	(1 150 387 227)
As of 31 March 2025	872 070 089	689 733 683	1 561 803 772
As of 31 December 2024	799 977 120	659 217 428	1 459 194 548

-The amortization of intangible assets charged to the condensed consolidated interim statement of profit or loss was as follows:

EGP	Note.no	2025	2024
Cost of revenues recognized at point of time	(6-1-1)	1 804 240	1 524 587
Selling and distribution expenses	(7)	-	769 669
General and administrative expenses	(8)	158 537	14 836 778
		1 962 777	17 131 034

* The net carrying amount of Goodwill amounted to EGP 872 070 089 as of 31 March 2025 includes a goodwill that resulted from the acquisition of energy companies' group in Greece during September 2019 amounted to EGP 677 777 457 and EGP 116 968 793 during October 2024 and EGP 70 234 458 during March 2025 and goodwill that resulted from the acquisition of Elastmold Egypt company by EGP1 858 539 The management reviews the

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goodwill of energy companies in Greece at the end of each year. The assumptions used to determine the recoverable amount of goodwill are subject to testing to identify any possible impairment, the recoverable amount for the unit is determined based on the use value through the application of discount rates and estimated future cash flow. The goodwill impairment test is carried out at the Company level. The determination is made through the present value of the estimated future cash flows, as expected to be generated by CGU- by applying (Discounted Cash Flow Method). Cash flows are estimated using the most recent budgets approved by the management, and based on reasonable and justified assumptions, which represent the best possible and updated information available at the reporting date. The management evaluates the rationality of the underlying assumptions with regard to the projected cash flows by identifying the causes of differences between past and current projected cash flows. The management also ensures that the assumptions used in estimating the currently projected cash flows are consistent with past actual results. From the carried-out impairment test the following amount was recognized as an impairment expense.

Subsidiary Name	31 March 2025	31 March 2024
El Sewedy Transformers Indonesia Holding LTD	-	189 959 603
Elsewedy Transformers Pakistan Holding Ltd	-	41 598 230
Kallisti energiaki s.a.	9 539 519	24 810 089
Hydroelectriki achaias s.a.	5 371 333	13 598 230

In order to determine the recoverable value of the cash generating unit, the management calculates the value in use, using the discounted future cash flows.

Subsidiary Name	Valuation Method	Important Inputs that Cannot Be Observed
El Sewedy Transformers Indonesia Holding LTD	Discounted Cash Flows	Discount Rate: 10.35% Growth Rate: 5.10%
KALLISTI ENERGI AKI S.A.	Discounted Cash Flows	Discount Rate: 12.28% Growth Rate: 2.00%
HYDROELECTRIKI ACHAIAS S.A.	Discounted Cash Flows	Discount Rate: 12.28% Growth Rate: 2.00%
Elsewedy Transformers Pakistan Holding Ltd	Discounted Cash Flows	Discount Rate: 29.60% Growth Rate: 3.20%

The Company analyzed the sensitivity of recoverable amounts according to a 1% change in the basic assumption of the discount rate.

** The net carrying amount includes the most important development cost of the following subsidiaries:

Subsidiary Name	31 March 2025	31 December 2024
Iskraemeco – Slovenia	448 994 500	413 214 109
Energy Bank I	154 970 030	150 384 631
Energy Bank II	78 154 032	75 841 537

These balances represent capitalized development cost represents the incurred cost related to the meter technology, its communication devices, and the operating software related to . Development costs are amortized using straight line method based on the expected useful life for these assets.

23- Inventories

EGP	31 March 2025	31 December 2024
Raw materials and supplies	22 425 730 791	27 884 741 744
Work in progress	6 650 642 862	6 178 121 233
Finished goods	14 440 098 302	13 158 738 747
Construction work in process	3 909 843 214	2 144 146 451
Goods in transit	9 555 552 111	7 430 135 893
	56 981 867 280	56 795 884 068

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- Inventories balances are presented in net after deducting the write-down balance amounted to 6 206 625 548 EGP (6 035 232 173 EGP for the financial year ended 31 December 2024.)
- Inventory write-down with the amount of 115 495 054 for the financial period ended 31 March 2025 (EGP 721 819 690 for the financial year ended 31 December 2024) was charged to the cost of recognized revenues at a point in time – Note No. (6-1-1).

24- Industrial real estate development

EGP	31 March 2025	31 December 2024
Real Estate Development Land	6 283 444 579	6 164 646 988
	6 283 444 579	6 164 646 988

- The Real Estate Development represents land on which infrastructure works are carried out to be ready for sale. The caption represents the value of work in progress related to the followings land plots.

Location	Beginning Balance	Additions/disposal	Development work	Adjustments	Ending balance
Tenth of Ramadan	4 751 949 391	(8 303 596)	70 380 832	1 382 676	4 815 409 303
Sadat	178 075 524	(3 375 641)	(7 823 579)	-	166 876 304
Alamein	36 875 000	-	-	-	36 875 000
Ain Sokhna	429 754 180	852 429	65 589 615	-	496 196 224
New October	767 992 893	-	94 855	-	768 087 748
Total	6 164 646 988	(10 826 808)	128 241 723	1 382 676	6 283 444 579

25- Contract assets

EGP	31 March 2025	31 December 2024
Contract assets	18 339 253 547	18 051 966 570
	18 339 253 547	18 051 966 570

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer.

26- Trade and other receivables

EGP	31 March 2025	31 December 2024
Trade receivables	53 565 382 939	49 344 225 948
Notes receivables	4 146 417 638	5 829 886 632
Advance payments to suppliers	17 134 729 750	13 289 226 085
Retention receivable	9 159 125 044	7 648 630 481
Prepaid expenses	3 480 476 712	3 739 229 471
Tax authority – Value added tax	1 877 531 230	1 673 464 049
Deposits with others	978 255 685	820 961 830
Other receivables	4 793 711 856	4 390 684 927
	95 135 630 854	86 736 309 423

- Trade and other receivables are presented in net amount after impairment amounted to around EGP 4 982 billion as at 31 March 2025. Compared to (EGP 7.456 billion as at 31 December 2024).

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- Retention receivables represent the amounts that are deducted by the customers of the construction projects in accordance with the contractual agreements.

27- Investment in debt securities at amortized cost.

EGP	31 March 2025	31 December 2024
Face value of treasury bills (More than 3 months)	198 672 156	876 300 961
<u>(Less:)</u>		
Treasury bills interest not due	(697 945)	(1 775 090)
Net carrying amount	197 974 211	874 525 871

28- Cash and cash equivalents

EGP	31 March 2025	31 December 2024
Banks - Time deposits	20 125 040 759	14 983 172 384
Banks - Current accounts	21 940 108 566	23 027 214 135
Cash on hand	184 089 948	169 615 803
Cash and cash equivalents	42 249 239 273	38 180 002 322

29- Share capital

Authorized share capital

The Company's authorized share capital is EGP 5 billion.

Issued and paid-up capital

The issued and fully paid-up capital of the Company as of 1 January 2017 amounted to EGP 2 234 180 000 distributed over 223 418 000 shares at a par value EGP 10 each. The Extraordinary General Assembly meeting of the Company decided on 4 May 2017 to write-off 5 million treasury shares and accordingly the Company's issued and paid-up capital become EGP 2 184 180 000 distributed over 218 418 000 shares at a par value of EGP 10 per share.

On 22 May 2018, the Extraordinary General Assembly Meeting of the Company approved the split of the par value of the Company's shares to one Egyptian pound instead of ten Egyptian pounds. This amendment was annotated in the Commercial Register of the Company on 8 August 2018.

The Management of Elsewedy Electric Company reduced the Company's issued capital by the value of treasury shares purchased during the period from 24 June 2020 to 28 June 2020 and the shares purchased during the period from 1 July 2020 until 30 September 2020 with a total number of 13 402 124 shares accordingly, the number of shares became 2 170 777 876 shares. The commercial register of the Company was annotated on 17 October 2022.

On April 18, 2024, the management of El Sewedy Electric Company has invited the company's extraordinary general assembly to approve the reduction of the company's issued capital by retirement the treasury shares owned by the company that have reached the end of their holding period, totaling 30 000 000 shares with a par value of 30 000 000 Egyptian pounds. After the reduction, the company's issued capital will amount to 2 140 777 876 Egyptian pounds - Note No. (31).

The percentage of the main shareholders of El Sewedy family whom shares exceed 5% each, represent 67.99% of the total company's capital.

In light of the approval of the Financial Supervisory Authority on May 30, 2024, to publish the announcement of the optional purchase offer submitted by Electra Investment Holding Limited to purchase up to 531 840 580 shares, representing 24.5% of the shares of Elsewedy Electric S.A.E, at a

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cash price of US 1.05 dollars per share, and in accordance with the requirements of the Financial Supervisory Authority, the company held a board of directors meeting on May 30, 2024, that approved appointing an independent financial consultant to prepare a study of the fair value of the share.

The board of directors unanimously approved, at the meeting held on June 27, 2024, the publication of a statement regarding the board's position on the voluntary tender offer made by Electra Investment Holding Restricted Limited to acquire a percentage of 24.5%, with a minimum of 15%, of the issued shares of El Sewedy Electric Company.

in accordance with Article (338) of the executive regulations of the Capital Market Law No. 95 of 1992. The board was also briefed on the findings of the independent financial advisor tasked with assessing the fair value of the shares, which was determined to be 52.38 Egyptian pounds per share.

On July 17, 2024, 19.98% of the total shares of Elsewedy electric company (S.A.E.) was purchased by (Electra Investment Holding Restricted Limited),.

Capital restructuring was carried out as follows at 31 March 2025:

Shareholder	No. of Shares (Share)	Owner percentage
Sadek Ahmed Sadek Elsewedy	534 980 391	24.99%
Ahmed Ahmed Sadek Elsewedy	534 980 391	24.99%
Mohamed Ahmed Sadek Elsewedy	385 602 690	18.01%
Electra investment holding restricted limited	436 109 503	20.37%
Other shareholders	247 682 741	11.57%
Treasury shares and ESOP shares issued not granted	1 422 160	0.07%
	2 140 777 876	100

29-1 Capital management

The Group's policy is to maintain a strong capital base, in order to maintain shareholders, creditors and market confidence and to support future development.

The objective of the Group's management from managing capital is to maintain the Group ability to continue in order to realize a return for shareholders and provide benefits to other parties in order to gain market confidence and support future development. The Group's management also aims to maintain the best capital structure, the matters which lead to a reduction in the cost of capital.

To maintain the best capital structure, the management monitors the return on capital, in addition to the policy of distributing dividends to shareholders, and that comes from changing the value of dividends paid to shareholders, reducing the capital, issuing new capital shares, or reducing the debts due from the Group. The Group's management monitors the capital structure using the ratio of net debts to total equity. The net debt is represented in total trade and other payable and borrowing less cash and cash equivalents. The total capital is represented in the total equity of the Company as shown in the condensed consolidated interim statement of financial position.

The net debt to total equity ratio is as follows:

EGP	31 March 2025	31 December 2024
Total liabilities after deducting deferred tax liability and provisions	181 078 806 519	171 948 355 779
Less: Cash and cash equivalents	(42 249 239 273)	(38 180 002 322)
Net debt	138 829 567 246	133 768 353 457
Total equity	63 878 898 826	59 526 685 256
Net debt to equity ratio	2.17	2.25

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30- Reserves

EGP	Note No.	31 March 2025	31 December 2024
Legal reserve	(30-1)	626 127 494	626 127 494
Foreign operations translation differences	(30-2)	7 413 123 270	7 888 841 173
		8 039 250 764	8 514 968 667

30-1 Legal reserve

According to the Companies Law and the Article of association of the Elsewedy Electric (S.A.E) “parent Company”, 5% of the annual net profit is set aside and deducted to form a legal reserve which is not distributable. The transfer to legal reserve ceases once the reserve reaches 50% of the Company’s issued capital. The legal reserve may be used to increase capital or cover losses. If the legal reserve balance falls below the maximum limit, the Company is required to allocate 5% of net annual profits until the reserve reaches 50% of the issued share capital again.

30-2 Foreign operations translation differences

The translation reserve comprises foreign currency differences arising from the translation of the financial statements of foreign components.

31- Treasury shares

- The Board of Directors held on 5 July 2022 decided to approve the purchase of a maximum number of 30 000 000 shares equivalent to 1.373% of the Company's share. This is due to the decrease of capital share price, which represents an investment opportunity for the Company to support the market share price. The purchase process made from 6 July 2022 to 5 October 2022.
- The management of Elsewedy Electric Company has invited the Company's extraordinary general assembly meeting to be held on 23 August 2022, in order to consider reducing the share capital by the value of treasury share purchased during the period from 24 June 2020 to 28 June 2020 and shares purchased during the period from 1 July 2020 until 30 September 2020.
- The management of Elsewedy Electric Company has reduced the Company issued capital by the value of treasury share purchased during the period from 24 June 2020 to 28 June 2020 and shares purchased during the period from 1 July 2020 until 30 September 2020 with a total number of 13 402 124 shares. Accordingly, the total share of the Company became 2 170 777 876 shares. Annotation was made in the commercial register of the Company on 17 October 2022.
- The Board of Directors held on 27 September 2022, decided to approve the extension of the purchase of a maximum number of 30 000 000 shares as a maximum equivalent to 1.373% of the Company's shares which has been previously decided in the board meeting held on 5 July 2022 to be purchased on 5 January 2023 instead of 5 October 2022.

Based on the previous decision of the Board of Directors, the company purchased 30 million treasury shares with the aim of investing the available liquidity in the local currency, and the details are as follows:

EGP	Average share price (EGP)	No. of shares (Share)	Value (EGP)
Shares repurchased during the period from 1 July 2022 to 30 September 2022	6.4454	11 975 000	77 183 471
Shares repurchased during the period from 1 October 2022 to 31 December 2022	9.8172	18 025 000	176 954 413
		30 000 000	254 137 884

- Management of Elsewedy Electric Company has invited the Company's extraordinary general assembly meeting to be held in order to consider reducing the Company issued capital from EGP 2 170 777 876 to EGP 2 140 777 876 by executing treasury shares owned with an amount of 30 000 000 shares with a par value of EGP 30 000 000 purchased during the period from 1 July 2022 to 31 December 2022.

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
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- The Extraordinary General Assembly of the company approved this on April 18, 2024, and the company's issued capital was amended accordingly. (Note No. 29)

32- Loans and borrowings

EGP	31 March 2025	31 December 2024
Current liabilities		
Loans – current portion	13 786 345 302	12 580 708 167
Banks- Credit facilities	34 741 943 101	40 049 471 127
Lease liabilities – Current portion	103 639 689	103 751 805
	48 631 928 092	52 733 931 099
Non-current liabilities		
Loans – non-current portion	6 624 522 571	6 166 616 210
Lease liabilities – non-current portion	164 290 283	182 394 498
	6 788 812 854	6 349 010 708
	55 420 740 946	59 082 941 807

- Reconciliation of movements of liabilities to cash flows arising from financing activities:

EGP	Loans & Credit Facilities	Lease Liabilities
Balance at 1 January 2025	58 796 795 504	286 146 303
Changes in financing cash flows		
Proceeds from loans and borrowings	(1 903 865 305)	
Payment of lease liabilities	-	(40 752 887)
Total changes from financing cash flows	(1 903 865 305)	(40 752 887)
The effect of changes in foreign exchange rates and translation	2 892 366	(14 411 367)
Other changes	-	
New leases	-	36 409 723
Disposed leases		(2 032 286)
Interest paid	(1 743 011 591)	2 570 486
Total liability-related other changes	-	-
Balance at 31 March 2025	55 152 810 974	267 929 972

- The average interest rate on loans and credit facilities in Egyptian pounds is 28.6 %, including the Central Bank of Egypt lending rate, as for the US dollar and foreign currencies, the average interest rate is 6.45% and 7.45% respectively .
- The loans and credit facilities granted to the Company and its subsidiaries which are guaranteed by promissory notes from subsidiaries within the limit of an amount of EGP 878 million, USD 86 million, Euros 71 million, Algerian dinars 476 million for the purchase of machinery and equipment. There is no pledge on property, plant and equipment against the outstanding balances of loans and borrowings.
- The liabilities of finance lease contracts for the current and non-current portion were included under the loans and borrowings according to the requirements of Egyptian Accounting Standard No. (49) – Lease Contracts.
- Elswedy Electric signed a credit facility agreement on 22 December 2022, with the Africa of Export - Import bank with an amount of USD 200 million to finance or obtain credit support for payment of obligations for import of goods and services from suppliers in order to secure credit support for engineering, purchases and construction services in Africa and the Middle East and for the Company's general purposes.

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
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33- Trade and other payables

EGP	31 March 2025	31 December 2024
Trade and notes payables	30 783 477 964	29 126 341 461
Tax Authority	8 921 428 142	8 121 960 921
Retention payables- contractors turnkey projects*	2 876 714 888	2 946 344 925
Accrued expenses	15 007 569 309	10 967 427 702
Dividends payable	117 824 661	115 010 736
Other trade payable	3 497 030 530	3 531 099 297
	61 204 045 494	54 808 185 042

* Retention payables – is retention against turnkey project that is retained from contractors against work done by them.

34- Contract liabilities

EGP	31 March 2025	31 December 2024
Contract liabilities	59 466 651 465	53 281 056 753
	59 466 651 465	53 281 056 753

The contract liabilities primarily relate to the advance consideration received from customers for which revenue when performance obligation satisfied .

35- Provisions

EGP	Balance at 1 January	Formed during the period	Used during the period	No longer required	Effect of movement in exchange rate	Balance at 31 March
<u>Non-Current provisions</u>						
Provision for warranty, lawsuits and contractual risks(35-1)	178 912 753	4 725 073	-	(51 039)	(57 180 410)	126 406 377
Provision for claims	243 327 451	1 348 456	-	-	63 890 539	308 566 446
Provision for restoring the sites(35-2)	520 405 827	-	-	-	-	520 405 827
Total as of 31, March 2025	942 646 031	6 073 529	-	(51 039)	6 710 129	955 378 650
Total as of 31, December 2024	752 369 068	70 517 143	(18 541 300)	-	138 301 120	942 646 031
<u>Current provisions</u>						
Provision for warranty, lawsuits and contractual risks - Note No. (35-1)	12 218 374 820	54 798 224	(109 118 171)	(156 947 320)	178 414 622	12 185 522 175
Provision for training and qualification employees- Note No. (35-3)	643 687 682	34 314 036	-	-	-	678 001 718
Takaful contribution provision - Note No. (35-4)	577 496 376	64 316 559	(22 180 281)	-	(726 235)	618 906 419
Total as of 31 March 2025	13 439 558 878	153 428 819	(131 298 452)	(156 947 320)	177 688 387	13 482 430 312
Total as of 31, December 2024	8 050 424 876	4 866 145 782	(467 595 881)	(717 444 947)	1 708 029 048	13 439 558 878
Total as of 31 March 2025	14 382 204 909	159 502 348	(131 298 452)	(156 998 359)	184 398 516	14 437 808 962
Total as of 31 December 2024	8 802 793 944	4 936 662 925	(486 137 181)	(717 444 947)	1 846 330 168	14 382 204 909

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35-1 Provision for Guarantees, lawsuits, and contractual risks

This provision represents guarantees and specific allocations related to the financial structure of the group's companies, which are used and supported in an organized manner. These allocations are made within the limits of the group's general policies.

35-2 Provision for restoring the sites

Property, plant and equipment retirement obligations composed of amounts against transfer cost provisions. The obligation resulted from a contract signed by October Dry Port Company (Subsidiary Company) on 29 March 2021 with the General Authority for Land and Dry Ports for financing, designing, constructing, exploiting and maintaining the dry port in the Sixth of October City in partnership with the private sector for 30 years.

The management discounts the expected provision as of the reporting date. The change in the future amount from year to year is presented under changes in unwinding interest.

EGP	Amount
Balance on January 1, 2025	520 405 827
Interest of present value	-
Currency translation	-
31 March 2025	520 405 827

35-3 Provision for training and qualification employees

According to Law No. 12 of 2003, "Labor law", a fund is established to finance training and rehabilitation with a public legal personality, under the competent minister, this is in order to finance the companies, development and modernization of training centers and programs aimed to alignment the needs of the local and private labor market. 1% of the net profits of the companies subject to the provisions of this Law- in which more than 10 workers are employed- is considered as a resource of the Fund.

35-4 Takaful contribution provision – Current Provisions

This provision related to the application of law No. (2) of year 2018 "Comprehensive System Health Insurance" that was issued by the parliament establishing an economic public authority called the General Authority for Comprehensive Health Insurance. This law was imposed on individuals and companies to deduct 2.5 per thousand from their total annual revenues under the name of Takaful contribution expense.

36- Capital Commitments

The value of the capital commitments, expected to be settled within one year from the date of the condensed consolidated interim financial statements is presented as follows:

EGP (Millions)	31 March 2025	31 December 2024
Capital commitments related to contractual obligations for the purchase of property plant and equipment	0,685	0.119

37- Contingent liabilities

EGP (Million)	31 March 2025	31 December 2024
Uncovered portion of letters of guarantees and letter of credits	105 685	94 696

38- Related parties transactions

The transactions with the related parties are transactions between group's companies and these parties. Those transactions are made according to conditions approved by the group's management , the main transactions and it's volume and the balances resulted from them at 31 March 2025 are as follows :

EGP (Billions)				31 March 2025	31 December 2024
Sales to the related parties				10.37	10.04
	Type of relationship	Nature of transactions	The volume of main transactions		
EGP			2025	2024	31 March 2025 31 December 2024
Classified as non-current assets (Due from related parties)					
Aswan 21 Company	Associate	Loan	39 408 697	36 629 789	172 559 319 133 150 622
					172 559 319 133 150 622
Classified as current assets : (Due from related parties)					
Zesco company	Related Party	Sales	31 966 801	168 805 124	336 849 576 304 882 775
ELSewedy for Electric Equipment and Cables Company	Related Party	Sales	76 185 395	316 777 108	398 874 590 322 689 195
El Sewedy for Electrical constructions Co. - Algeria	Related Party	Sales	(110 541)	17 692 269	30 015 547 30 126 088
EMAS Company	Related Party	Payments on behalf	(19 827 185)	39 346 961	35 203 417 55 030 602
Giad cables Company	Associate	Sales	10 616 345	155 954 202	371 440 498 360 824 153
3W Company – Egypt	Related Party	Sales	(13 076 379)	-	- 13 076 379
Al Oula for industrial parks development Company	Associate	Payments on behalf	(4 229 943)	(3 204 872)	4 403 715 8 633 658
GAMA – Al Rowad	Related Party	Sales	98 559	(42 646 488)	9 527 575 9 429 016
Iskarmeko Company -Malaysia	Related Party	Sales	(1 041)	1 981 189	4 260 432 4 261 473
Tanzania project Company	Related Party	Sales	(263 240 432)	(825 442 738)	- 263 240 432
Iskara Argentina Company	Related Party	Sales	48 345 565	(37 324 879)	48 345 565 -
El Sewedy Cables Erbil Company -Iraq	Associate	Sales	34 417 947	33 985 404	118 428 056 84 010 109
El Sewedy Cables Company - Yemen	Related Party	Sales	(3 965 841)	312 690 206	794 014 925 797 980 766
El Sewedy watania for Industries and Engineering projects (SWIEP) Company	Associate	Sales	15 790 334	230 579 163	648 831 946 633 041 612
SC Zone utilities Company	Related Party	Sales	12 764 575	34 513 949	63 017 317 50 252 742
Ranen for Energy Company	Associate	Sales	183 278	110 537 262	275 677 495 275 494 217
Rowad Libya Company	Related Party	Sales	153 820 225	-	153 820 225 -
Solera for environmental solutions	Related Party	Sales	64 741 180	-	64 741 180 -
Others	Related Party	Sales	55 823 281	168 483 481	301 479 838 245 656 557
Less: impairment loss on related parties			15 864 159	(430 748 354)	(1 142 847 109) (1 158 711 268)
					2 516 084 788 2 299 918 506
Total due from related parties					2 688 644 107 2 433 069 128

38- Related parties transactions - continued

Related parties transactions - continued						
EGP	Type of relationship	Nature of transactions	The volume of main transaction			
			2025	2024	31 March 2025	31 December 2024
<u>Classified as non-current liabilities: (Due to related parties)</u>						
PV Power Plant company	Associate	Loan	1 470 206	12 889 263	96 081 811	94 611 605
					96 081 811	94 611 605
<u>Classified as current liabilities: (Due to related parties)</u>						
Al Arabiya for Steel Industries company	Related party	Purchases	(526 790)	(32 878 225)	13 423 397	13 950 187
Elastmold company-Egypt	Associate	Purchases	(47 714 684)	(165 807)	-	47 714 684
El Sewedy Cables company-Qatar	Associate	Purchases	(27 254 485)	2 529 589	29 500 909	56 755 394
Doha Cables company-Qatar	Associate	Purchases	170 831 506	22 527 701	451 240 649	280 409 143
Senyar Holding Qatar company	Associate	Purchases	(3 098 483)	217 965 848	624 156 537	627 255 020
EMAS company	Related party	Purchases	(270 527)	(38 632 730)	3 499 934	3 770 461
El Rowad Mozambique company	Related party	Purchases	(2 203 232)	-	-	2 203 232
Egyptian company for mechanical and electrical projects (Kahromecha) company	Related party	Payments on behalf	-	(2 400)	1 417 844	1 417 844
DB schenker company	Related party	Payments on behalf	1 207 886	(2 509 144)	1 207 886	-
Red sea copper company	Under liquidation	Purchases	(1 916 765)	141 123 366	357 809 284	359 726 049
Elraghy Group	Related party	Purchases	(84 108 775)	(49 679 707)	-	84 108 775
ElRowad Orascom project	Related party	Purchases	30 229 612	23 021 906	53 251 518	23 021 906
Al Rowad company comoros	Related party	Purchases	5 538 288	181 635 996	187 174 284	181 635 996
Iskra company Argentina	Related party	Purchases	(11 548 704)	11 548 704	-	11 548 704
JV Tanzania	Related party	Purchases	248 395 593	-	248 395 593	-
Others	Related party	Purchases	120 119 881	330 148 176	476 680 911	356 561 030
					2 447 758 746	2 050 078 425
Total due to related parties					2 543 840 557	2 144 690 030

Significant transactions with key management personnel represented in:

EGP	For the financial period ended 31 March	
	2025	2024
Salaries and allowances for key management personnel	18 390 085	10 827 665

List of subsidiaries companies

The following are the most important subsidiaries and branches of Elsowedy Electric company as at 31 March 2025 that consolidated in the condensed consolidated interim financial statements:

	Date of acquisition/ foundation	Foundation Country	Nature of contribution	% of share
Egyptian Company for Advanced Industries	21/06/2005	Egypt	Direct	98
United Metals Company	23/06/2005	Egypt	Direct	99.8
Egytech Cables Company	25/12/2005	Egypt	Direct	99.98
Elsowedy Special Cables Company	25/12/2005	Egypt	Direct	99.98
Elsowedy Electric International Co. (previously External cables).	19/04/2006	Egypt	Direct	99.96
United Wires Company	11/2/2006	Egypt	Direct	99.94
El sewedy Polymers (previously Egyptian plastic industries company)	24/12/2006	Egypt	Direct	99.97
Elsowedy Cables (previously Elsowedy Cables Egypt)	21/02/2007	Egypt	Direct	100
Elsowedy electric for electrical products (Previously Elsowedy transformer)	30/04/2011	Egypt	Direct	99.87
Elsowedy Electric for Transmission and Distribution	21/10/2007	Egypt	Direct	99.97
Elsowedy Power	27/09/2007	Egypt	Direct	99.84
Elsowedy Sedco for Petroleum Services	1/10/2008	Egypt	Direct	96
Iskraemeco Energy Measurment Misr	18/02/2008	Egypt	Indirect	99.12
Iskraemeco - Slovenia	1/1/2008	Slovenia	Indirect	99.7
Egyptian Company for Insulators	30/06/2008	Egypt	Direct/Indirect	74.83
Elsowedy Electric Co. For Trading and Distribution.	21/12/2008	Egypt	Direct/Indirect	99.8
Elsowedy Electric for Infrastructure (Previously Siag Elsowedy tower)	17/08/2008	Egypt	Direct	99
Elsowedy Electric for Power System Projects company	31/12/2008	Egypt	Direct	99.98
Rowad Modern Engineering Co.	30/06/2010	Egypt	Indirect	51
Elsowedy Sedco for Electrical Industries	30/06/2010	Egypt	Indirect	99.98
SDM for Developments and Managements Co.	14/01/2018	Egypt	Direct	100
Souq Misr Company	3/11/2018	Egypt	Direct	75
Egyptian company for Solar Energy Development	7/10/2016	Egypt	Direct	51
Elsowedy Electric Company – Dubai (LLC)	30/9/2016	Emirates	Indirect	100
Elsowedy Electric Company – Tanzania Branch	8/11/2019	Tanzania	Direct	100
Elsowedy Electric for Environmental solution	2/1/2020	Egypt	Direct	100
October Dry Port	8/11/2020	Egypt	Direct	90
Elsowedy Electric International FZE	8/11/2020	Dubai	Direct	100
3W Network – Emirates	30/06/2010	Emirates	Indirect	99.97
Elsowedy Energy limited Co.	3/6/2019	Cyprus	Indirect	99.84
Kallisti Energiaki S.A.	24/06/2019	Greece	Indirect	99.84
Aioloki Adres S.A.	25/06/2019	Greece	Indirect	99.84
Aioliki Kyliandrias S.A.	26/06/2019	Greece	Indirect	99.84
Hydroelectriki Achaia S.A.	27/06/2019	Greece	Indirect	99.84
Elsowedy Transformers Indonesia limited	1/6/2021	Dubai	Indirect	100
Elsowedy Transformers Pakistan limited	1/6/2021	Dubai	Indirect	100
Elsowedy Telecom Cables	1/8/2021	Egypt	Indirect	100
International Cables company	15/09/2021	Egypt	Indirect	100
Validus Engineering – Pakistan	15/5/2021	Pakistan	Indirect	100
Elsowedy Electric – Indonesia	21/05/2021	Indonesia	Indirect	95
Elsowedy Electric Holding Company Saudi Arabia	13/03/2023	Saudi Arabia	Direct	100
Riada for Engineering Projects Managements	3/7/2023	Egypt	Direct	100
Profession Investition Holding AG	11/12/2019	Switzerland	Direct	100
First leader Holding AG	11/12/2019	Switzerland	Indirect	100
Pyramids Development Industrial Parks	27/9/2007	Egypt	Direct & indirect	100
Pyramids Zona Franca Egypt For Industrial Parks Development	30/6/2010	Egypt	Direct & indirect	95
Elastmold Company	22/2/2006	Egypt	Indirect	99.6

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Subsidiaries of Elsewedy Electric International Co. (External cables previously).

Company name	Date of acquisition / foundation	Foundation Country	Nature of contribution	% of share
Elsewedy Cables - Algeria	3/10/2006	Algeria	Indirect	99.89
Elsewedy Cables Limited	24/12/2006	Saudi	Indirect	60
Elsewedy Electric Zambia Limited	31/03/2009	Zambia	Indirect	60
Elsewedy Cables Ethiopia	31/03/2009	Ethiopia	Indirect	95
Red Sea for copper -Egypt	31/12/2009	Egypt	Direct/Indirect	100
Elsewedy electric industrial LTD (previously United Co. For Electrical Industries)	31/3/2010	Saudi Arabia	Indirect	99.96
National Extrusion & Manufacturing of metal	23/5/2013	Egypt	Direct/Indirect	99.98
Elsewedy Electric for engineering projects-Kuwait*	27/10/2010	Kuwait	Indirect	49

* This company is deemed as subsidiaries due to the fact that Elsewedy Electric Company exercises control over it although the shareholding percentage is less than 50%.

Equity-accounted investees

The following table shows the equity accounted investees as at 31 March 2025 due to the existence of significant influence from the parent company over them

Company name	Date of acquisition/ foundation	Foundation Country	Nature of contribution	% of share
Giad cables company	24/4/2002	Sudan	Indirect	45
Elsewedy Cables - Erbil-Iraq	07/10/2007	Iraq	Indirect	50
Al Oula for industrial parks development	30/9/2009	Egypt	Direct/Indirect	50
Elsewedy Cables Qatar	20/4/2006	Qatar	Indirect	38.3
Senyar Industries Qatar Holding company	9/5/2008	Qatar	Indirect	50
Doha Cables Company	9/5/2008	Qatar	Indirect	47.29
SC zone utilities Company	12/1/2020	Egypt	Direct	49
Elsewedy Wataniya for Industries & Engineering Projects – SWIEP	1/6/2022	Egypt	Direct	49
Raneen for energy	6/12/2021	Qatar	Indirect	49

Subsidiaries companies – under liquidation

The following represent the investments in subsidiaries under liquidation of Elsewedy Electric Company as at 31 March 2025 that were excluded from the consolidation process due to the lack of control element from the parent company.

Company name	Foundation Country	Nature of contribution	% of share
Elsewedy For Wind Energy Generation	Egypt	Direct	99.9
Desert Wind for electrical energy	Egypt	Direct	49.9
MAS for plastic industries	Egypt	Direct	99.9
Al Alamia for scientific research & development	Egypt	Direct	90
Elsewedy for turbine wind blades	Egypt	Direct	99.6

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
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39- **Major events during the year**

On March 6, 2024, the Central Bank of Egypt issued a decision to raise the overnight deposit and lending rates by 600 basis points to reach 27.25% and 28.25%, respectively, also the credit and discount rate was raised by 600 basis points to reach 27.75, with allowing the use of a flexible exchange rate driven by market mechanisms, which led to an increase in the average official exchange rate of US dollars during the first week of the Central Bank's decision date, to reach between 49 to 50 EGP/USD

40- **Basic and diluted earnings per share (EPS)**

The calculation of EPS is based on the following profit attributable to ordinary shareholders and weighted-average number of shares outstanding is presented below:

For the purpose of calculating diluted earnings per share, an entity shall adjust profit or loss attributable to ordinary equity holders of the parent entity, and the weighted average number of shares outstanding, for the effects of all dilutive potential ordinary shares.

A. Basic earnings per share for condensed consolidated interim financial statements.

EGP	For the three months ended 31 March	
	2025	2024
Profit for the period attributable to owners of the Company	4 146 412 114	3 979 976 698
Less:		
Employees' share in profit (estimated)	(447 108 837)	(500 059 093)
Profit attributable to ordinary shareholders	3 669 303 277	3 479 917 605
Weighted-average number of shares		
Issued and paid-up capital (share)	2 140 777 876	2 170 777 876
Less:		
Treasury shares (share)	-	(30 000 000)
ESOP shares issued not granted (share)	(1 422 160)	(1 422 160)
Weighted-average number of ordinary shares at 31 March (share)	2 139 355 716	2 139 355 716
Basic earnings per share	1,73	1,63

B. Diluted earnings per share for condensed consolidated interim financial statements

EGP	For the three months ended 31 March	
	2025	2024
Profit for the period attributable to owners of the Company	4 146 412 114	3 979 976 698
Less:		
Employees' share in profit (estimated)	(447 108 837)	(500 059 093)
Profit attributable to ordinary shareholders	3 669 303 277	3 479 917 605
Weighted-average number of shares		
Issued and paid-up capital (share)	2 140 777 876	2 170 777 876
Less:		
Treasury shares (share)	-	(30 000 000)
Treasury shares cancelled (share)	-	-
Weighted-average number of ordinary shares at 31 March (share)	2 140 777 876	2 140 777 876
Diluted earnings per share	1,73	1,63

40-1 **Market price per share on the Egyptian Stock Exchange**

EGP	31 March 2025	31 December 2024
Market price per share (SWDY.CA)	81.50	75.88

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Notes to the Condensed Consolidated interim Financial Statements for the three months ended 31 March 2025 –
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41- Non-controlling interests

EGP	Percentage	31 March 2025	31 December 2024
Rowad for Modern Engineering Company	49%	1 248 559 071	1 117 756 855
Elsewedy Cables Company– KSA Ltd.	40%	2 616 984 357	2 212 323 972
Egyptian Company for Solar Energy	49%	347 701 577	341 372 159
Elsewedy Electric Zambia limited Company	40%	351 246 203	302 297 728
Egyptian Co. For Electrical Insulators	25%	89 308 151	85 582 681
Pyramids Zona Franc -Egypt	5%	29 583 669	27 363 580
Others	-	359 316 259	165 074 925
		5 042 699 287	4 251 771 900

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Notes to the Condensed Consolidated Interim Financial Statements for the three months Ended 31 March 2025 – Continued

41- Non-controlling interests (continued)

The following table summarize the information related to subsidiaries companies that has a significant non-controlling interests before any elimination in the Group at 31 March 2025

EGP	Rowad for Modern Engineering	EL Sewedy Cables - KSA Ltd.	Egyptian Co. for Solar Energy	EL Sewedy Electric - Zambia Ltd.	Egyptian Co. For Electrical Insulators	Pyramids zona franc Egypt for industrial development
31 March 2025						
NCI percentage	49%	40%	49%	40%	25%	5%
Non-current assets	1 494 831 081	4 189 727 799	2 681 958 773	550 529 070	74 445 275	2 111 104
Current assets	19 409 790 763	11 613 932 192	697 259 088	1 088 809 024	605 934 167	1 059 664 596
Non-current liabilities	(418 694 929)	(328 197 816)	(1 858 851 322)	(96 417 660)	(6 408 698)	(174 471)
Current liabilities	(17 937 847 178)	(8 933 001 283)	(810 771 484)	(664 804 927)	(316 738 142)	(469 927 849)
Net assets	2 548 079 737	6 542 460 892	709 595 055	878 115 507	357 232 602	591 673 380
Net assets attributable to NCI	1 248 559 071	2 616 984 357	347 701 577	351 246 203	89 308 151	29 583 669
Revenue	5 326 245 922	5 735 592 986	107 706 591	259 966 291	204 519 177	151 591 266
Profit	249 913 423	1 030 729 786	16 706 675	49 259 322	17 210 403	53 030 594
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	249 913 423	1 030 729 786	16 706 675	49 259 322	17 210 403	53 030 594
Profit allocated to NCI	122 457 577	412 291 914	8 186 271	19 703 729	4 302 601	2 651 530
total comprehensive income to NCI	-	-	-	-	-	-
Cash flows from operating activities	(394 630 102)	(863 279 113)	11 804 142	(8 962 644)	23 924 439	(24 106 560)
Cash flows from investment activities	(84 134 252)	(857 461 633)	(4 106 093)	908 748	(4 353 207)	(41 579)
Cash flows from financing activities	1 351 406	1 971 995 453	(80 144 273)	(22 914 768)	(3 961 676)	4 772 226
Net increase (decrease) in cash and cash equivalents	(477 412 948)	251 254 707	(72 446 224)	(30 968 664)	15 609 556	(19 375 913)

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41- Non-controlling interests (continued)

The following table summarize the information related to subsidiaries companies that has a significant non-controlling interests before and after any elimination in the Group at 31 December 2024.

EGP	Rowad for Modern Engineering	EL Sewedy Cables - KSA Ltd.	Egyptian Co. for Solar Energy	EL Sewedy Electric - Zambia Ltd.	Egyptian Co. For Electrical Insulators	Pyramids zona franc Egypt for industrial development
31 December 2024						
NCI percentage	49%	40%	49%	40%	25%	5%
Non-current assets	1 530 805 664	3 409 883 295	2 726 099 929	575 221 207	72 642 295	14 165 726
Current assets	16 307 133 618	10 062 409 628	765 037 583	645 805 075	551 653 397	1 138 557 222
Non-current liabilities	(497 636 049)	(318 404 765)	(1 951 813 050)	(96 899 235)	(6 408 698)	(174 471)
Current liabilities	(15 059 166 794)	(7 623 078 228)	(842 646 586)	(368 382 727)	(277 868 396)	(605 276 879)
Net assets	2 281 136 439	5 530 809 930	696 677 876	755 744 320	340 018 598	547 271 598
Net assets attributable to NCI	1 117 756 855	2 212 323 972	341 372 159	302 297 728	85 582 681	27 363 580
Revenue	15 678 489 939	17 214 981 913	430 323 364	722 447 478	601 165 073	45 180 608
Profit	651 841 569	2 674 534 502	(37 298 043)	75 202 659	120 088 817	8 297 045
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	651 841 569	2 674 534 502	(37 298 043)	75 202 659	120 088 817	8 297 045
Profit allocated to NCI	319 402 369	1069 813 801	(18 276 041)	30 081 064	30 226 355	2 088 366
total comprehensive income to NCI	-	-	-	-	-	-
Cash flows from operating activities	3 422 591 864	(1 498 002 298)	86 435 655	(103 964 663)	(54 818 408)	217 480 982
Cash flows from investment activities	(196 257 768)	(988 143 142)	(4 073 207)	(37 954 184)	(26 589 824)	(1 139 826)
Cash flows from financing activities	73 182 310	4 318 893 337	(164 216 040)	166 429 361	105 932 860	68 841 000
Net increase (decrease) in cash and cash equivalents	3 299 516 406	1 832 747 897	(81 853 592)	24 510 514	24 524 628	285 182 156

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Continued

42- Other liabilities

EGP	31 March 2025	31 December 2024
Creditors – property, plant, and equipment purchase*	1 277 969 589	1 411 912 101
Government grants**	239 995 976	212 922 942
Long-term notes payable	448 671 066	534 407 708
Other payable	476 891 426	472 239 396
	2 443 528 057	2 631 482 147

- * The creditors - property plant and equipment purchase balance includes amount of EGP 91 million related to the agreement for the purchase of 1.7 million square meters at 1, August 2017 between Canal General Authority for Economic Zone, the Egyptian Chinese Joint Investment Company, and the Red Sea Copper Company (Subsidiary Company).

The Red Sea Copper Company has fully recognized the present value of future payments resulting from the final settlement contract under the lands item in the Company's financial statements according to the effective interest rate, provided that the difference between the present value and the total payments is recognized as interest during the payment period or the customer's payment schedule, whichever is earlier according to the settlement contract.

- ** Energy companies in Greece obtained government grant according to the Greek law, and all legal requirements were fulfilled, taking into consideration the commitment to implement all terms and conditions to obtain and maintain the government grant.

In 2011 and 2012, the Company received approval and was subject to the provisions of Law 3299/2004 for the receipt of government grants. The estimate for the useful life of the assets at that time was 15 years. The Company received on 14 June 2013 an amount of EUR 4,1 million which concerns the total amount of the approved government grant for its investment in the "Soros" location in Argolida. Also, on 23 September 2013 the Company received an amount of EUR 3,8 million relating to the total amount of the approved government grant for its investment in the 'Astrapi' location in Argolida. Finally, on 25 October 2013 the Company received an amount of EUR 7,4 million relating to the total amount of the approved government grant for its investment in the 'Sabales' location in Argolida.

On 8 December 2015 the Ministry of Economy, Development and Tourism issued decision number 126391/2015, which amended the decision of inclusion in Soros and reduced the percentage of the grant from 40% to 30%. As a consequence, the Company recognized in its Financial Statements as Government Grants, the final amount of government grant actually approved, amounted to EUR 3,126, rather than EUR 4,168. The difference of EUR 1.1million was recognized as a long-term liability.

The Company, in 2015, made an annulment request to the Council of State regarding the above decision. In 2023, the final decision of the Council of State, rejected the annulment request made by the Company previously, for the reduction of the government grants from 40% to 30%. According to the SPA between Elsewedy Electric Ermionida and RF Energy dated 13 June 2019 this amount should be paid by RF Energy, previous owner to the Company as the legal successor of Elsewedy Electric Ermionida. So, an accrued income amounted to EUR 1,1 million has been recognized in the condensed consolidated Statement of profit or loss for the period.

43 Material accounting policies

The Group has consistently applied the following accounting policies to all periods presented in these Condensed consolidated interim financial statements.

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43.1 New issuances and amendments on Egyptian Accounting Standards:

- A) On 6 March 2023, the Prime Minister's Decree No. (883) of 2023 was issued amending some provisions of the Egyptian accounting standards, and on 3 March 2024, another decision was issued by the Prime Minister No. (636) of 2024 amending some other provisions of the Egyptian accounting standards, on 23 October 2024 another decision was issued by the Prime Minister No. (3527) of 2024 amending some other provisions of the Egyptian accounting standards, and the following is a summary of the most important of those amendments:

New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (50) "Insurance Contracts".	<p>1-This standard determines the principles of recognition of insurance contracts falling within the scope of this standard, and determines their measurement, presentation, and disclosure. The objective of the standard is to ensure that the Company provides appropriate information that truthfully reflects those contracts. This information provides users of financial statements with the basis for assessing the impact of insurance contracts on the Company's financial position, financial performance, and cash flows.</p> <p>2-Egyptian Accounting Standard No. (50) replaces and cancels Egyptian Accounting Standard No. 37 "Insurance Contracts". Any reference to Egyptian Accounting Standard No. (37) in other Egyptian Accounting Standards to be replaced by Egyptian Accounting Standard No. (50).</p> <p>3-The following Egyptian Accounting Standards have been amended to comply with the requirements of the application of Egyptian Accounting Standard No. (50) "Insurance Contracts", as follows:</p>	<p>The Company is currently assessing the impact of applying this new standard on its financial statements. Egyptian Accounting Standard No. (50) "Insurance Contracts".</p>	<p>1-This standard determines the principles of recognition of insurance contracts falling within the scope of this standard, and determines their measurement, presentation, and disclosure. The objective of the standard is to ensure that the Company provides appropriate information that truthfully reflects those contracts. This information provides users of financial statements with the basis for assessing the impact of insurance contracts on the Company's financial position, financial performance, and cash flows.</p> <p>2-Egyptian Accounting Standard No. (50) replaces and cancels Egyptian Accounting Standard No. 37 "Insurance Contracts". Any reference to Egyptian Accounting Standard No. (37) in other Egyptian Accounting Standards to be replaced by Egyptian Accounting Standard No. (50).</p>

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New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
	<ul style="list-style-type: none"> - Egyptian Accounting Standard No. (10) "Fixed Assets". - Egyptian Accounting Standard No. (23) "Intangible Assets". <p>1- - Egyptian Accounting Standard No. (34) " Investment property ".</p>		<p>3-The following Egyptian Accounting Standards have been amended to comply with the requirements of the application of Egyptian Accounting Standard No. (50) "Insurance Contracts", as follows:</p> <ul style="list-style-type: none"> - Egyptian Accounting Standard No. (10) "Fixed Assets". - Egyptian Accounting Standard No. (23) "Intangible Assets". - Egyptian Accounting Standard No. (34) " Investment property ".
<p>Egyptian Accounting Standard No. (34) amended 2024 "Investment Property "</p>	<p>The Egyptian Accounting Standard No. (34) "Investment Property" was reissued in 2024, to amend the fair value application mechanism by the mandate of recognizing the gain or loss arising from the change in the fair value of the investment property in the statement of profit or loss for the period in which the change arises or through the statement of other comprehensive income for one time in the life of the asset or investment, taking into account paragraphs (35a) and (35b) of the standard.</p>	<p>The Company doesn't have this type of asset. Accordingly, this change doesn't have an impact on the financial statement of the Company.</p>	<p>The amendments to the amendment of addition of the option to use the fair value model apply to financial periods commencing on or after January 1, 2024 with early adaption allowed retrospectively by recognizing the cumulative impact of the application of the fair value model initially by adding it to the opening balance of retained earnings/losses as at the beginning of the financial period in which the Company applies this model for the first time.</p>

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New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
Egyptian Accounting Standard No. (17) amended 2024 "Separate Financial Statements"	Egyptian Accounting Standard No. (17) "Separate Financial Statements" was reissued in 2024, adding the option to use the equity method as described in Egyptian Accounting Standard No. (18) "Investments in Sister Companies" when accounting for investments in associates, sister companies and jointly controlled companies.	No effect in the financial statements.	Egyptian Accounting Standard No. (17) "Separate Financial Statements" was reissued in 2024, adding the option to use the equity method as described in Egyptian Accounting Standard No. (18) "Investments in Sister Companies" when accounting for investments in associates, sister companies and jointly controlled companies.
Egyptian Accounting Standard No. (13) amended 2024 "Effects of changes in foreign exchange rates"	This standard was reissued in 2024, to add how to determine the spot exchange rate when exchange between two currencies is difficult and what are the conditions that must be met for determining the spot exchange rate at the measurement date. An appendix to the application guidelines has been added, which includes guidelines for assessing whether a currency is exchangeable for another currency, and guidelines for applying the required treatments in case of non-exchangeability.	No effect on the financial statements.	This standard was reissued in 2024, to add how to determine the spot exchange rate when exchange between two currencies is difficult and what are the conditions that must be met for determining the spot exchange rate at the measurement date. An appendix to the application guidelines has been added, which includes guidelines for assessing whether a currency is exchangeable for another currency, and guidelines for applying the required treatments in case of non-exchangeability.
Accounting Interpretation No. (2) "Carbon Reduction Certificates"	Carbon Credits Certificates: Are financial instruments subject to trading that represent units for reducing greenhouse gas emissions. Each unit represents one ton of equivalent carbon dioxide emissions and are issued in	The Company is currently assessing the impact of applying this new standard on its financial statements.	Carbon Credits Certificates: Are financial instruments subject to trading that represent units for reducing greenhouse gas emissions. Each unit represents one ton of equivalent carbon dioxide

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New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date
	<p>favor of the reduction project developer (owner/non-owner), after approval and verification in accordance with internationally recognized standards and methodologies for reducing carbon emissions, carried out by verification and certification bodies, whether local or international, registered in the list prepared by the Financial Regulatory Authority “FRA” for this purpose. Companies can use Carbon Credits Certificates to meet voluntary emissions reduction targets to achieve carbon trading or other targets, which are traded on the Voluntary Carbon Market “VCM”.</p> <p>The accounting treatments vary according to the nature of the arrangement and the commercial purpose of purchasing certificates or issuing them by project developers. Companies must then identify the facts and understand the different circumstances to determine the appropriate accounting treatment and the accounting standard to be applied. The explanation addresses the accounting treatment for different cases in terms of initial measurement, subsequent measurement, exclusion from the books, and necessary disclosures.</p>		<p>emissions and are issued in favor of the reduction project developer (owner/non-owner), after approval and verification in accordance with internationally recognized standards and methodologies for reducing carbon emissions, carried out by verification and certification bodies, whether local or international, registered in the list prepared by the Financial Regulatory Authority “FRA” for this purpose. Companies can use Carbon Credits Certificates to meet voluntary emissions reduction targets to achieve carbon trading or other targets, which are traded on the Voluntary Carbon Market “VCM”.</p>
Egyptian accounting standards no. (51) Financial Reporting in Hyperinflationary Economies	This Standard shall be applied to the financial statements, including the consolidated financial statements, of any entity whose functional currency is the currency of a hyperinflationary economy	The Company is currently assessing the impact of applying this new standard on its financial statements.	Egyptian Accounting Standard No. (51) is effective from the beginning of the reporting period in which it identifies the existence of hyperinflation

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New or reissued standards	Summary of the most significant amendments	Impact on the financial statements	Effective date

B) The difficulty of currency exchange.

- On March 3, 2024, the Prime Minister issued Resolution No. 636 amending Egyptian Accounting Standard No. (3) "Effects of Changes in Foreign Exchange Rates" (Egyptian Accounting Standard No. 13) Paragraph 57 A, which is effective as of January 1, 2024.

The Company applied the amendment to Paragraph No. 57A of Egyptian Standard No. 13 and conducted an assessment to determine whether there is a difficulty in exchanging foreign currencies against the Egyptian pound. Below is a summary of the results of this assessment.

The Company has assessed that there is no difficulty to exchange assets denominated in foreign currencies as of January 1, 2024, the date of application of the amended Egyptian Accounting Standard No. 13. This assessment was made on the basis that assets denominated in foreign currencies can be exchanged in the bank at any time without any difficulty.

The Company has also assessed that there is no difficulty exchanging foreign currency denominated liabilities, to the extent that foreign currency denominated assets can be used to settle such liabilities. And that there are no obligations denominated in foreign currencies that will be settled outside the banking system. There is no estimate that there is difficulty in exchanging these balances, and there is no monetary impact of applying the amended Egyptian Accounting Standard No. 13.

Currency Position

The following is a summary of the assets and liabilities valued in US dollars as at 1 January 2024.

	USD	EUR	GBP	SAR	KWD
Financial assets					
Trade receivables and other debit balance	321	79	50	17	54
Cash and cash equivalent	309	36	19	-	-
Total financial assets	630	115	69	17	54
Financial liabilities that are readily tradable:					
Trade payables and other credit balance	(218)	(25)	(4)	(1)	(3)
Loans and borrowings	(365)	(55)	(8)	-	-
Total financial liabilities	(583)	(80)	(12)	(1)	(3)
Net financial assets	47	35	57	16	51