

Supplemental information to the consolidated financial statements for the year ended 31 December 2021

The consolidated financial statements are presented in United States Dollars (“USD” or “\$”), the functional currency of the Company and the presentation currency of the Group. The following selected supplemental information is presented in United Arab Emirates Dirhams (AED) solely for convenience. AED amounts have been translated at the rate of AED 3.6725 to USD 1, except for share capital and additional paid-in capital which are translated using historical rates. For the purpose of this translation, numbers have been rounded where necessary.

i) Consolidated statement of profit or loss

	2021 AED 000	2020 AED 000
Revenue	1,496,797	1,496,569
Cost of revenue	(167,018)	(147,051)
Staff costs	(314,021)	(309,254)
Other operating expenses ⁽¹⁾	(141,122)	(190,955)
Other income	8,531	57,541
Adjusted EBITDA⁽²⁾	883,167	906,850
Depreciation, amortisation and impairment	(545,697)	(549,285)
Fair value adjustments on investment property	(7,000)	(7,455)
Operating profit	330,470	350,110
Finance income	1,451	11,811
Finance costs	(65,014)	(75,612)
Net Finance costs	(63,563)	(63,801)
Share of results of equity-accounted investments	(35,216)	(60,082)
Profit before income tax	231,691	226,227
Income tax expense	(790)	(735)
Profit for the year	230,901	225,492
Loss for the year attributable to non-controlling interests	(25,300)	(27,551)
Profit for the year attributable to the Shareholders	256,201	253,043
Earnings per share		
Basic and diluted (AED per share)	0.105	0.104

(1) Other operating expenses include impairment loss on trade receivables and contract assets. For the year ended 31 December 2021, the net impairment was negative (net credit) of AED 8,880 thousand. For the year ended 31 December 2020, the net impairment was a charge of AED 23,952 thousand.

(2) Earnings before interest, tax, depreciation, amortisation, impairment, fair value adjustments on investment property and share of results of equity-accounted investments. Refer to note 4 for a reconciliation of Adjusted EBITDA to profit for the year. Adjusted EBITDA is a non-GAAP measure.

ii) Consolidated statement of comprehensive income

	2021 AED 000	2020 AED 000
Profit for the year	230,901	225,492
Other comprehensive income:		
Items that may be reclassified to profit or loss:		
Cash flow hedge – effective portion of changes in fair value	12,810	(18,238)
Cash flow hedge – loss reclassified to profit or loss	42,583	40,941
Foreign operations – currency translation differences	(27,489)	(102,878)
Other comprehensive income for the year	27,904	(80,175)
Total comprehensive income for the year	258,805	145,317
Total comprehensive loss attributable to non-controlling interests	(25,300)	(27,591)
Total comprehensive income attributable to the Shareholders	284,105	172,908

Supplemental information to the consolidated financial statements continued for the year ended 31 December 2021

iii) Consolidated statement of financial position

	2021 AED 000	2020 AED 000
Assets		
Property, plant and equipment	4,154,677	4,100,471
Investment property	74,298	81,298
Right-of-use assets	56,145	75,819
Intangible assets	36,093	48,047
Equity-accounted investments	426,756	461,171
Trade and other receivables	38,128	41,232
Derivative financial assets	11,789	–
Deferred income tax assets	474	345
Total non-current assets	4,798,360	4,808,383
Inventories	21,532	48,811
Trade and other receivables	542,152	467,495
Derivative financial assets	6,038	–
Income tax assets	687	668
Cash and short-term deposits	1,470,006	826,000
Total current assets	2,040,415	1,342,974
Total assets	6,838,775	6,151,357
Liabilities		
Trade and other payables	302,074	325,159
Borrowings	230,152	474,171
Derivative financial liabilities	709	29,439
Deferred revenue	99,113	81,144
Income tax liabilities	599	1,058
Total current liabilities	632,647	910,971

	2021 AED 000	2020 AED 000
Trade and other payables	1,068,697	1,068,698
Borrowings	1,724,488	527,573
Derivative financial liabilities	–	6,027
Provision for employees' end of service benefits	41,272	38,616
Total non-current liabilities	2,834,457	1,640,914
Total liabilities	3,467,104	2,551,885
Net assets	3,371,671	3,599,472
Equity		
Share capital	2,439,770	10,000
Additional paid-in capital	–	2,429,770
Hedging reserve	19,927	(35,465)
Statutory reserve	35,135	15,068
Translation reserve	(109,029)	(81,541)
Retained earnings	704,180	954,652
Equity attributable to the Shareholders	3,089,983	3,292,484
Non-controlling interests	281,688	306,988
Total equity	3,371,671	3,599,472

* Cash and short term deposits include cash and cash equivalents of AED 1,019,993 thousand (31 December 2020: AED 385,300 thousand).

Supplemental information to the consolidated financial statements continued for the year ended 31 December 2021

iv) Consolidated statement of changes in equity

	Attributable to the Shareholders					Total AED'000	Non-controlling interests AED'000	Total equity AED'000
	Share capital AED'000	Additional paid-in capital AED'000	Hedging reserve AED'000	Other Reserves ⁽¹⁾ AED'000	Retained earnings AED'000			
At 1 January 2020	10,000	2,429,770	(58,169)	36,365	903,597	3,321,563	334,579	3,656,142
Profit for the year	-	-	-	-	253,043	253,043	(27,551)	225,492
Other comprehensive income:								
Currency translation differences	-	-	-	(102,837)	-	(102,837)	(40)	(102,877)
Net loss on fair value of cash flow hedges	-	-	(18,238)	-	-	(18,238)	-	(18,238)
Reclassified to consolidated statement of profit or loss (Note 11)	-	-	40,941	-	-	40,941	-	40,941
Other comprehensive income for the year	-	-	22,703	(102,837)	-	(80,134)	(40)	(80,174)
Total comprehensive income for the year	-	-	22,703	(102,837)	253,043	172,909	(27,591)	145,318
Transactions with the Shareholder:								
Dividends (Note 31)	-	-	-	-	(201,988)	(201,988)	-	(201,988)
At 31 December 2020	10,000	2,429,770	(35,466)	(66,472)	954,652	3,292,484	306,988	3,599,472
At 1 January 2021	10,000	2,429,770	(35,466)	(66,472)	954,652	3,292,484	306,988	3,599,472
Profit for the year	-	-	-	-	256,201	256,201	(25,300)	230,901
Other comprehensive income:								
Currency translation differences	-	-	-	(27,489)	-	(27,489)	-	(27,489)
Net loss on fair value of cash flow hedges	-	-	12,810	-	-	12,810	-	12,810
Reclassified to consolidated statement of profit or loss (Note 11) ⁽²⁾	-	-	42,583	-	-	42,583	-	42,583
Other comprehensive income for the year	-	-	55,393	(27,489)	-	27,904	-	27,904
Total comprehensive income for the year	-	-	55,393	(27,489)	256,201	284,105	(25,300)	258,805
Conversion of additional paid-in capital to share capital (Note 30)	2,429,770	(2,429,770)	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	20,067	(20,067)	-	-	-
Transactions with the Shareholder:								
Dividends (Note 31)	-	-	-	-	(486,606)	(486,606)	-	(486,606)
At 31 December 2021	2,439,770	-	19,927	(73,894)	704,180	3,089,983	281,688	3,371,671

(1) Other reserves include translation reserve and statutory reserve.

(2) The amount includes AED 18,935 thousand on account of discontinuance of hedge accounting (Note 26) and AED 23,647 thousand relating to periodic reclassifications to profit or loss.

v) Consolidated statement of cash flows

	2021 AED 000	2020 AED 000
Operating activities		
Profit before income tax	231,691	226,226
Adjustments for:		
Share of results of equity-accounted investments	35,216	60,082
Depreciation, amortisation and impairment	545,697	549,285
Allowance (reversal of allowance) for expected credit losses	(8,880)	22,777
Loss allowance for inventories	(3,992)	9,886
Fair value adjustment to investment property	7,000	7,455
Finance income	(1,451)	(11,811)
Finance costs	65,014	75,613
Gain on disposal of property, plant and equipment	(114)	-
Gain on transfer of orbital rights – non-cash consideration	-	(36,725)
Provision for employees' end of service benefits	7,889	8,601
Write-off of property, plant and equipment/capital work in progress	18	26
Operating profit before working capital changes	878,088	911,415
Working capital changes:		
Trade and other receivables	(62,675)	8,168
Inventories	31,268	(23,012)
Trade and other payables	(23,155)	(15,902)
Deferred revenue	17,970	(32,362)
Employee end of service payments	(5,208)	(6,945)
Income tax paid	(1,399)	(621)
Net cash from operating activities	834,889	840,741

Supplemental information to the consolidated financial statements continued for the year ended 31 December 2021

v) Consolidated statement of cash flows continued

	2021 AED 000	2020 AED 000
Investing activities		
Additions to property, plant and equipment	(27,966)	(31,745)
Purchases of capital work in progress	(531,818)	(242,532)
Additions to intangible assets	(1,910)	(3,981)
Proceeds on disposal of property, plant and equipment	180	–
Investment in an associate	(36,284)	(68,154)
Return of investment in an associate	7,639	–
Receipts of short-term deposits with original maturity of over three months	440,700	514,150
Investments in short-term deposits with original maturity of over three months	(450,013)	(440,700)
Interest received	1,451	11,811
Net cash used in investing activities	(598,021)	(261,151)
Financing activities		
Proceeds from term loans	1,956,778	–
Repayment of term loans	(939,121)	(428,217)
Payment of lease liabilities	(15,623)	(40,196)
Interest paid	(27,533)	(64,397)
Transaction costs on borrowings paid	(59,825)	–
Settlement of derivative contract liabilities	(31,418)	–
Dividend paid to the Shareholder	(486,606)	(201,988)
Net cash from/(used in) financing activities	396,652	(734,798)
Net increase/(decrease) in cash and cash equivalents	633,520	(155,208)
Net foreign exchange difference	1,172	(936)
Cash and cash equivalents at 1 January	385,300	541,444
Cash and cash equivalents as at 31 December	1,019,992	385,300