

# Supplemental Information to the Consolidated Financial Statements

for the year ended 31 December 2022

The consolidated financial statements are presented in United States Dollars (“US\$” 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 US\$ 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

	2022 AED 000	2021 AED 000
<b>Revenue</b>	<b>1,588,503</b>	1,496,797
Cost of revenue	(177,367)	(167,018)
Staff costs	(313,903)	(314,021)
Other operating expenses <sup>(1)</sup>	(165,167)	(141,122)
Other income	14,264	8,531
<b>Adjusted EBITDA<sup>(2)</sup></b>	<b>946,330</b>	883,167
Depreciation, amortisation and impairment	(530,570)	(545,697)
Fair value adjustment on investment property	5,817	(7,000)
<b>Operating profit</b>	<b>421,577</b>	330,470
Finance income	31,205	1,451
Finance costs	(35,238)	(65,014)
<b>Net Finance costs</b>	<b>(4,033)</b>	(63,563)
Share of results of equity-accounted investments <sup>(3)</sup>	(195,755)	(35,216)
<b>Profit before income tax</b>	<b>221,789</b>	231,691
Income tax expense	(643)	(790)
<b>Profit for the year</b>	<b>221,146</b>	230,901
Loss for the year attributable to non-controlling interests	(19,637)	(25,300)
<b>Profit for the year attributable to the Shareholders</b>	<b>240,783</b>	256,201
<b>Earnings per share</b>		
Basic and diluted (fils per share)	<b>9.87</b>	10.50

(1) Other operating expenses include expected credit losses on trade receivables and contract assets. For the year ended 31 December 2022, there was a net reversal of expected credit losses of AED 3,155 thousand (2021: AED 8,880 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.

(3) Share of results of equity-accounted investments for the year include impairment loss of AED 149 million (2021: nil) in respect of the Group's investment in HPE Brazil.

## ii) Consolidated statement of comprehensive income

	2022 AED 000	2021 AED 000
Profit for the year	221,146	230,901
<b>Other comprehensive income:</b>		
<b>Items that may be reclassified to profit or loss:</b>		
Cash flow hedge – effective portion of changes in fair value	170,437	12,810
Cash flow hedge – (gain)/loss reclassified to profit or loss	(12,597)	42,583
Foreign operations – currency translation differences	19,464	(27,489)
<b>Items that may not be reclassified to profit or loss:</b>		
Remeasurement of defined benefit obligation	7,084	–
<b>Other comprehensive income for the year</b>	<b>184,388</b>	<b>27,904</b>
<b>Total comprehensive income for the year</b>	<b>405,534</b>	<b>258,805</b>
Total comprehensive loss attributable to non-controlling interests	(19,659)	(25,300)
<b>Total comprehensive income attributable to the Shareholders</b>	<b>425,193</b>	<b>284,105</b>

# Supplemental Information to the Consolidated Financial Statements continued

for the year ended 31 December 2022

## iii) Consolidated statement of financial position

	2022 AED 000	2021 AED 000
<b>Assets</b>		
Property, plant and equipment	4,202,163	4,154,677
Investment property	73,380	74,298
Right-of-use assets	21,491	56,145
Intangible assets	26,479	36,093
Equity-accounted investments	235,238	426,756
Trade and other receivables	38,128	38,128
Derivative financial instruments	118,306	11,789
Other investments	10,834	–
Deferred income tax assets	485	474
<b>Total non-current assets</b>	<b>4,726,504</b>	<b>4,798,360</b>
Inventories	26,560	21,532
Trade and other receivables	617,931	542,152
Derivative financial instruments	63,174	6,038
Income tax assets	668	687
Cash and short-term deposits*	2,000,407	1,470,006
<b>Total current assets</b>	<b>2,708,740</b>	<b>2,040,415</b>
<b>Total assets</b>	<b>7,435,244</b>	<b>6,838,775</b>
<b>Liabilities</b>		
Trade and other payables	628,590	302,074
Borrowings	444,655	230,152
Derivative financial instruments	–	709
Deferred revenue	91,111	99,113
Income tax liabilities	790	599
<b>Total current liabilities</b>	<b>1,165,146</b>	<b>632,647</b>

### iii) Consolidated statement of financial position continued

	2022 AED 000	2021 AED 000
Trade and other payables	1,350,301	1,068,697
Borrowings	1,495,629	1,724,488
Provision for employees' end of service benefits	36,347	41,272
<b>Total non-current liabilities</b>	<b>2,882,277</b>	<b>2,834,457</b>
<b>Total liabilities</b>	<b>4,047,423</b>	<b>3,467,104</b>
<b>Net assets</b>	<b>3,387,821</b>	<b>3,371,671</b>
<b>Equity</b>		
Share capital	2,439,770	2,439,770
Hedging reserve	177,767	19,927
Statutory reserve	76,862	35,135
Translation reserve	(89,440)	(109,029)
Remeasurement reserve	7,084	-
Retained earnings	513,852	704,180
<b>Equity attributable to the Shareholders</b>	<b>3,125,895</b>	<b>3,089,983</b>
Non-controlling interests	261,926	281,688
<b>Total equity</b>	<b>3,387,821</b>	<b>3,371,671</b>

\* Cash and short term deposits include cash and cash equivalents of AED 785,893 thousand (31 December 2021: AED 1,019,993 thousand).

# Supplemental Information to the Consolidated Financial Statements continued

for the year ended 31 December 2022

## 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 <sup>(1)</sup> AED 000	Retained earnings AED 000			
<b>At 1 January 2021</b>	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)
Cash flow hedge – effective portion of changes in fair value	-	-	12,810	-	-	12,810	-	12,810
Cash flow hedge – net loss reclassified to profit or loss (Note 11) <sup>(2)</sup>	-	-	42,583	-	-	42,583	-	42,583
<b>Other comprehensive income/(loss) for the year</b>	-	-	55,393	(27,489)	-	27,904	-	27,904
<b>Total comprehensive income/(loss) for the year</b>	-	-	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)
<b>At 31 December 2021</b>	2,439,770	-	19,927	(73,894)	704,180	3,089,983	281,688	3,371,671
<b>At 1 January 2022</b>	2,439,770	-	19,927	(73,894)	704,180	3,089,983	281,688	3,371,671
Profit for the year	-	-	-	-	240,783	240,783	(19,637)	221,146
Other comprehensive income:								
Currency translation differences	-	-	-	19,589	-	19,589	(125)	19,464
Cash flow hedge – effective portion of changes in fair value	-	-	170,437	-	-	170,437	-	170,437
Cash flow hedge – net gain reclassified to profit or loss (Note 11)	-	-	(12,597)	-	-	(12,597)	-	(12,597)
Remeasurement of defined benefit obligation	-	-	-	7,084	-	7,084	-	7,084
<b>Other comprehensive income/(loss) for the year</b>	-	-	157,840	26,673	-	184,513	(125)	184,388
<b>Total comprehensive income/(loss) for the year</b>	-	-	157,840	26,673	240,783	425,296	(19,762)	405,534
Transfer to statutory reserve	-	-	-	41,727	(41,727)	-	-	-
Transactions with the Shareholders:								
Dividends (Note 31)	-	-	-	-	(389,384)	(389,384)	-	(389,384)
<b>At 31 December 2022</b>	2,439,770	-	177,767	(5,494)	513,852	3,125,895	261,926	3,387,821

(1) Other reserves include statutory reserve, translation reserve and actuarial remeasurement 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

	2022 AED 000	2021 AED 000
<b>Operating activities</b>		
Profit before income tax	221,790	231,691
Adjustments for:		
Share of results of equity-accounted investments	195,755	35,216
Depreciation, amortisation and impairment	530,570	545,697
Reversal of allowance for expected credit losses	(3,155)	(8,880)
Allowance (reversal of allowance) for inventories	617	(3,996)
Fair value adjustment to investment property	(5,817)	7,000
Finance income	(31,205)	(1,451)
Finance costs	35,238	65,014
Gain on termination of lease	(5,685)	-
Gain on disposal of property, plant and equipment	-	(114)
Provision for employees' end of service benefits	6,453	7,889
Write-off of property, plant and equipment	62	18
<b>Operating profit before working capital changes</b>	<b>944,623</b>	<b>878,084</b>
Working capital changes:		
Trade and other receivables	(72,624)	(62,675)
Inventories	(5,645)	31,272
Trade and other payables <sup>(1)</sup>	568,558	(23,155)
Deferred revenue	(8,002)	17,970
Employee end of service payments	(5,920)	(5,208)
Income tax paid	(444)	(1,399)
<b>Net cash from operating activities</b>	<b>1,420,546</b>	<b>834,889</b>
<b>Investing activities</b>		
Purchases of property, plant and equipment	(481,700)	(559,784)
Additions to intangible assets	(3,695)	(1,910)
Proceeds on disposal of property, plant and equipment	-	180
Investment in an associate	-	(36,284)
Return of investment in an associate	15,516	7,639
Acquisition of other investments	(10,834)	-
Receipts of short-term deposits with original maturity of over three months	1,057,790	440,700
Investments in short-term deposits with original maturity of over three months	(1,822,291)	(450,013)
Interest received	31,205	1,451
<b>Net cash used in investing activities</b>	<b>(1,214,009)</b>	<b>(598,021)</b>

# Supplemental Information to the Consolidated Financial Statements continued

for the year ended 31 December 2022

## v) Consolidated statement of cash flows continued

	2022 AED 000	2021 AED 000
<b>Financing activities</b>		
Proceeds from term loans	226,546	1,956,778
Repayment of term loans	(223,909)	(939,121)
Payment of lease liabilities	(17,716)	(15,623)
Interest paid	(40,067)	(27,533)
Transaction costs on borrowings refunded/(paid)	3,559	(59,825)
Settlement of derivative contract liabilities	-	(31,418)
Dividend paid to the Shareholders	(389,384)	(486,606)
<b>Net cash (used in)/from financing activities</b>	<b>(440,971)</b>	<b>396,652</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(234,434)</b>	<b>633,520</b>
Net foreign exchange difference	334	1,172
<b>Cash and cash equivalents at 1 January</b>	<b>1,019,993</b>	<b>385,300</b>
<b>Cash and cash equivalents as at 31 December</b>	<b>785,893</b>	<b>1,019,992</b>

(1) Amount for the year ended 31 December 2022 includes receipt of the first instalment of the T4-NGSA Advance Payment of AED 550.95 million.