



**MULTIPLY
GROUP**

Multiply Group PJSC

Directors Report and Financial Information

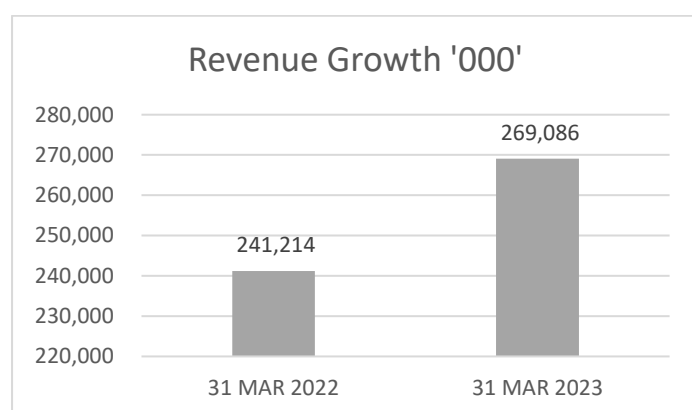
For the period ended 31 March 2023

Dear Shareholders,

On behalf of the Board of Directors (“the Board”), I am pleased to present our consolidated financial statements of Multiply Group PJSC (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 31 March 2023.

Financial aspect (Consolidated):

The Group's Q1 2023 figures show revenue of AED 269 million (Q1 2022: AED 241.2 million) and gross margin of AED 138.3 million (Q1 2022: AED 120.6 million);



The Group recorded net profit for the period ended 31 March 2023 amounting to AED 0.51 million (Q1 2022: AED 334.9 million);

Investment and other income for Q1 2023 was AED 14.12 million (Q1 2022: AED 257 million);

The Group's total expenses (including direct expenses and general and administrative expenses) for the period ended 31 March 2023 was AED 190.2 million (Q1 2022: AED 160.1 million);

Going concern basis

The Board of Directors has reasonable expectation that the Group has adequate resources and support to continue its operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the interim condensed consolidated financial statements for the period ended 31 March 2023.

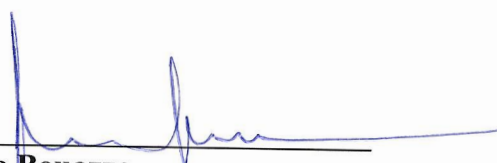
Transactions with related parties

The consolidated financial statements disclose related party transactions and balances in note 12. All transactions are carried out as part of our normal course of business and in compliance with applicable laws and regulations.

Auditors

Ernst & Young were appointed as external auditors for the Group for the period ended 31 March 2023. Ernst & Young have expressed their willingness to continue in office.

On behalf of the Board of Directors



Samia Bouazza
Chief Executive Officer
01 May 2023

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
TO THE BOARD OF DIRECTORS OF MULITPLY GROUP PJSC**

Introduction


We have reviewed the accompanying interim condensed consolidated financial statements of Multiply Group PJSC (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 31 March 2023, comprising of the interim consolidated statement of financial position as at 31 March 2023, and the related interim consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the three months period then ended and explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of review

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects in accordance with IAS 34, “*Interim Financial Reporting*”.



Signed by:
Raed Ahmad
Partner
Ernst & Young
Registration No 811

01 May 2023
Abu Dhabi

Multiply Group PJSC

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2023

	Notes	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
ASSETS			
Non-current assets			
Property, plant and equipment	4	1,424,846	1,405,865
Investment property		125,262	126,546
Intangible assets and goodwill		461,744	465,362
Right-of-use assets		106,986	104,423
Investment in joint venture	5	1,836,287	1,838,425
Non-current receivables	8	1,507,531	1,647,558
Investments carried at fair value through profit or loss	7	22,885,246	22,491,803
Investments carried at fair value through other comprehensive income	6	52,395	45,045
		<u>28,400,297</u>	<u>28,125,027</u>
Current assets			
Inventories		24,498	24,304
Investments carried at fair value through profit or loss	7	10,783,452	11,440,768
Trade and other receivables	8	913,526	526,128
Due from related parties	12	74,496	56,514
Cash and bank balances	9	1,249,700	1,033,141
		<u>13,045,672</u>	<u>13,080,855</u>
TOTAL ASSETS		<u>41,445,969</u>	<u>41,205,882</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	11	2,800,000	2,800,000
Share premium		6,703,610	6,703,610
Statutory reserve		1,400,000	1,400,000
Cumulative changes on revaluation of investments		(21,491)	(21,491)
Merger, acquisition and other reserves		378,679	378,679
Retained earnings		17,229,851	17,266,690
Equity attributable to owners of the Company		<u>28,490,649</u>	<u>28,527,488</u>
Non-controlling interests		1,028,125	853,219
Total equity		<u>29,518,774</u>	<u>29,380,707</u>
Non-current liabilities			
Employees' end of service benefit		46,736	44,647
Borrowings	14	8,180,140	8,102,301
Loan from a related party	12	30,219	29,707
Lease liabilities		69,502	70,300
Other payables	13	1,441,395	1,540,153
		<u>9,767,992</u>	<u>9,787,108</u>
Current liabilities			
Loan from a related party	12	43,911	43,911
Borrowings	14	1,132,809	361,037
Lease liabilities		37,327	36,562
Due to related parties	12	34,789	960,763
Trade and other payable	13	910,367	635,794
		<u>2,159,203</u>	<u>2,038,067</u>
Total liabilities		<u>11,927,195</u>	<u>11,825,175</u>
TOTAL EQUITY AND LIABILITIES		<u>41,445,969</u>	<u>41,205,882</u>

CHAIRMAN

CHIEF EXECUTIVE OFFICER

GROUP FINANCE DIRECTOR

The attached notes 1 to 21 form part of these interim condensed consolidated financial statements.

Multiply Group PJSC

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)

For the three months period ended 31 March 2023

	<i>Notes</i>	<i>Three months ended 31 March (Unaudited)</i>	
		<i>2023 AED'000</i>	<i>2022 AED'000</i>
Revenue	15	269,086	241,214
Cost of revenue		<u>(130,744)</u>	<u>(120,528)</u>
GROSS PROFIT		138,342	120,686
Investment and other income	16	14,126	257,084
Share of loss from investment in joint venture	5	(2,138)	-
General and administrative expenses		(59,422)	(39,609)
Finance cost	14	<u>(90,400)</u>	<u>(3,222)</u>
PROFIT FOR THE PERIOD		<u>508</u>	<u>334,939</u>
Attributable to:			
Owners of the Company		(36,839)	290,592
Non-controlling interests		<u>37,347</u>	<u>44,347</u>
		<u>508</u>	<u>334,939</u>
Basic earnings per share (AED)	17	<u>(0.00)</u>	<u>0.03</u>

The attached notes 1 to 21 form part of these interim condensed consolidated financial statements.

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INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the three months period ended 31 March 2023

	<i>Three months period ended 31 March</i>	
	<i>2023</i>	<i>2022</i>
	<i>AED'000</i>	<i>AED'000</i>
Profit for the period	508	334,939
Other comprehensive income	—	—
Total comprehensive income for the period	<u>508</u>	<u>334,939</u>
Attributable to:		
Owners of the Company	(36,839)	290,592
Non-controlling interests	<u>37,347</u>	<u>44,347</u>
	<u>508</u>	<u>334,939</u>

The attached notes 1 to 21 form part of these interim condensed consolidated financial statements.

Multiply Group PJSC

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the three months period ended 31 March 2023

	Attributable to equity holders of the Company							Non controlling- interests AED '000	Total equity AED '000
	Share capital AED '000	Share premium AED '000	Statutory reserve AED '000	Cumulative, changes on revaluation of investments AED '000	Merger acquisition and, other reserve AED '000	Retained earnings AED '000	Total AED '000		
Balance at 1 January 2022 (audited)	2,800,000	6,703,610	18,642	1,384	375,353	251,512	10,150,501	575,529	10,726,030
Total comprehensive income for the period	-	-	-	-	-	290,592	290,592	44,347	334,939
Dividends to non-controlling interest (note 18)	-	-	-	-	-	-	-	(44,348)	(44,348)
Balance at 31 March 2022 (unaudited)	<u>2,800,000</u>	<u>6,703,610</u>	<u>18,642</u>	<u>1,384</u>	<u>375,353</u>	<u>542,104</u>	<u>10,441,093</u>	<u>575,528</u>	<u>11,016,621</u>
Balance at 1 January 2023 (audited)	2,800,000	6,703,610	1,400,000	(21,491)	378,679	17,266,690	28,527,488	853,219	29,380,707
Total comprehensive income for the period	-	-	-	-	-	(36,839)	(36,839)	37,347	508
Capital injected by non-controlling interest	-	-	-	-	-	-	-	184,241	184,241
Dividends to non-controlling interest (note 18)	-	-	-	-	-	-	-	(46,682)	(46,682)
Balance at 31 March 2023 (unaudited)	<u>2,800,000</u>	<u>6,703,610</u>	<u>1,400,000</u>	<u>(21,491)</u>	<u>378,679</u>	<u>17,229,851</u>	<u>28,490,649</u>	<u>1,028,125</u>	<u>29,518,774</u>

The attached notes 1 to 21 form part of these interim condensed consolidated financial statements.

Multiply Group PJSC

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

For the three months period ended 31 March 2023

		<i>Three months ended 31 March (Unaudited)</i>	
		<i>31 March 2023 AED'000</i>	<i>31 March 2022 AED'000</i>
OPERATING ACTIVITIES	<i>Notes</i>		
Profit for the period		508	334,939
Adjustments for:			
Depreciation of property, plant and equipment	4	18,547	15,237
Depreciation of right-of-use assets		8,616	6,997
Depreciation of investment properties		1,284	1,284
Amortisation of intangible assets		5,001	5,157
Share of loss from investment in joint venture		2,138	-
Change in fair value of investments carried at fair value through profit or loss		265,228	(246,702)
Gain on disposal of property, plant and equipment		-	(793)
Provision for employees' end of service benefit		3,586	2,571
Finance cost		90,400	3,222
Interest and dividends		(312,646)	-
(Reversal of) allowance for slow moving inventories		(56)	104
Unwinding of discount on non-current receivable	16	(38,696)	-
Amortization of deferred income	16	(95,440)	-
Loss on reassessment of non-current receivable	16	184,548	-
(Reversal of) provision for expected credit losses		(12,380)	2,296
Operating cash flows before working capital changes		120,638	124,312
Working capital changes:			
Inventories		(118)	(1,422)
Due from related parties		(17,982)	1,850
Trade and other receivables		96,481	(14,403)
Due to related parties		(4,771)	5,129
Trade and other payables		99,470	17,108
Cash generated from operations		293,718	132,574
Finance cost paid		(36,669)	(2,724)
Employees' end of service benefit paid		(1,536)	(1,311)
Net cash from operating activities		255,513	128,539
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(34,498)	(56,267)
Purchase of intangible assets		(200)	(110)
Movement in term deposits with an original maturity more than three months	9	(250,000)	-
Proceeds from sale of property, plant and equipment	4	121	1,360
Purchase of investments carried at fair value through profit or loss		(6,170)	(102,725)
Purchase of investment carried at fair value through other comprehensive income		(7,350)	-
Advance paid to purchase investments		-	(367,500)
Proceeds from disposal of investments carried at fair value through profit or loss	7	4,815	678,461
Payment of amount due to a related party		(921,203)	-
Interest and dividends received		4,078	-
Due from a related party		-	(702,443)
Cash acquired (used) in acquisition of a subsidiary	10	191	(7,200)
Net cash used in investing activities		(1,210,216)	(556,424)

Multiply Group PJSC

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED) CONTINUED

For the three months period ended 31 March 2023

		<i>Three months ended 31 March (Unaudited)</i>	
		<i>31 March 2023</i>	<i>31 March 2022</i>
	<i>Notes</i>	<i>AED'000</i>	<i>AED'000</i>
FINANCING ACTIVITIES			
Net proceeds from borrowings		796,555	6,696
Repayment of lease liabilities		(12,852)	(11,460)
Capital contribution by non-controlling interest		184,241	-
Dividend paid	18	<u>(46,682)</u>	<u>(23,341)</u>
Net cash from (used in) financing activities		<u>921,262</u>	<u>(28,105)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS DURING THE PERIOD			
		(33,441)	(455,990)
Cash and cash equivalents at beginning of the period		<u>833,141</u>	<u>3,442,326</u>
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	9	<u>799,700</u>	<u>2,986,336</u>

The attached notes 1 to 21 form part of these interim condensed consolidated financial statements.

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

1 GENERAL INFORMATION

Multiply Group PJSC (the “Company”) is public joint stock company registered under the UAE Federal Law No.(32) of 2021. The registered office of the Company is P.O Box 34491, Abu Dhabi, United Arab Emirates.

International Holding Company PJSC is the Parent and Royal Group Holding LLC is the Ultimate Parent of the Company.

These interim condensed consolidated financial statements include the results of operations and financial position of the Company and its subsidiaries (together referred to as the “Group”). The main activities of the Group are:

- Advertisement design and production;
- Economic feasibility consultancy and studies;
- Exhibition organisation and management;
- Public relationship consultancy;
- Organisation and event management and newspaper advertisement;
- Management and development of motor vehicles driving training;
- Manage investments properties;
- Installation of district cooling and air conditioning;
- Repair of district cooling;
- Investment in infrastructure projects;
- Wholesale of cosmetics and make-up trading;
- Women and men personal care and other grooming related services;
- Physiotherapy center; and
- Physical Medicine and rehabilitation center.

The interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on _____.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting.

The interim condensed financial statements do not include all information and disclosures required in the annual consolidated financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2022. In addition, results for the period ended 31 March 2023 are not necessarily indicative of the results that may be expected for the year ending 31 December 2023.

These interim condensed consolidated financial statements have been prepared on historical cost basis, except for investments carried at fair value through other comprehensive income and investments carried at fair value through profit or loss, which are stated fair value.

The interim condensed consolidated financial statements are presented in United Arab Emirates Dirham (AED), which is the presentation currency of the Group and the functional currency of the Company. All the values are rounded to the nearest thousand (AED’000), except when otherwise indicated.

2 BASIS OF PREPARATION continued

2.2 Basis for consolidation

The interim condensed consolidated financial statements of the Group comprise the financial information of the Company and its subsidiaries.

Control is achieved when the Group is exposed or has rights to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its return

When the Group has less than a majority of the voting or similar right of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

- The contractual arrangement with the other vote holders of the investee
- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period are included in the interim condensed consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Non-controlling interest represent the portion of profit or loss and net assets of subsidiaries not owned directly or indirectly by the Parent Company. Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the interim condensed consolidated financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies.

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable IFRSs). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under IFRS 9, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

2 BASIS OF PREPARATION continued

2.2 Basis for consolidation continued

Details of the Company's subsidiaries as at 31 March 2023 and 31 December 2022 were as follows:

Name of subsidiary	Place of incorporation	Principal activities	Proportion of ownership interest and voting power held	
			31 March 2023	31 December 2022
Emirates Driving Company PJSC	United Arab Emirates	Driving training and road safety education	48.01%	48.01%
Omorfia Group LLC	United Arab Emirates	Women and men personal care and other grooming related services, including procuring beauty products and equipment	51%	51%
Viola Communications LLC	United Arab Emirates	Communication, marketing, media and events	100%	100%
Pal Cooling Holding LLC	United Arab Emirates	District cooling and air conditioning	100%	100%
Norm Commercial Investment – Sole Proprietorship LLC	United Arab Emirates	Investments holding company	100%	100%
Multiply Companies Management Sole proprietorship LLC	United Arab Emirates	Management services of companies and private institutions	100%	100%
MG Communications LLC	United Arab Emirates	Establishing, investing and managing technology projects	100%	100%
MG Wellness Holding LLC	United Arab Emirates	Investment, institute and management of health services enterprises	100%	100%
MG Digital Holding LLC	United Arab Emirates	Establishing, investing and managing technology projects	100%	100%
MG Utilities Holding LLC	United Arab Emirates	Establishing, investing and managing infrastructure projects	100%	100%
MG Ventures Holding LLC	United Arab Emirates	Establishing, investing and managing commercial projects	100%	100%
PAL 4 Solar Energy LLC	United Arab Emirates	Installation and maintenance of alternative energy equipment	80%	80%
Spranza Commercial Investments SP LLC	United Arab Emirates	Establishing, investing and managing commercial projects	100%	100%
<u>Below are the subsidiaries of Emirates Driving Company PJSC:</u>				
Tabieah Property Investment – Sole Proprietorship L.L.C.	United Arab Emirates	Manage investment properties	100%	100%
<u>Below are the subsidiaries of Omorfia Group LLC:</u>				
Bedashing Holding Company LLC	United Arab Emirates	Wholesale cosmetic and make-up trading women personal care and other grooming related services	100%	100%
Fisio Therapy and Rehabilitation Center LLC (i)	United Arab Emirates	Physical medicine and rehabilitation centre, and physiotherapy centre	100%	-
Dashing International Group – Sole proprietorship LLC	United Arab Emirates	Company representation	100%	100%
Bedashing Beauty Lounge – Sole proprietorship LLC	United Arab Emirates	Wholesale cosmetics and make-up trading, women personal care and other grooming related services	100%	100%
Bedashing Beauty Lounge International Limited	United Arab Emirates	Wholesale cosmetics and make-up trading, women personal care and other grooming related services	100%	100%
Dazzling Beauty Salon – Sole Proprietorship	United Arab Emirates	Women personal care and beauty and women hairdressing, trimming and styling	100%	100%
Groovy Ladies Beauty Center	United Arab Emirates	Women personal care and beauty and women oriental bath, women haircutting and hair dressing and women massage and relation centre	100%	100%
Glam & Glow Beauty Lounge – Sole Proprietorship	United Arab Emirates	Women personal care and beauty, women haircutting and hair dressing and wholesale of cosmetics and trading	100%	100%
Stella Beauty Lounge Center	United Arab Emirates	Women personal care and beauty, women haircutting and hair dressing and retails sale of cosmetics	100%	100%
Nippers & Scissors training Centre – Sole Proprietorship LLC	United Arab Emirates	Wholesale cosmetics and make-up trading, women personal care and other grooming related services	100%	100%
Tips & Toes Beauty and Spa Centre LLC	United Arab Emirates	Ladies' cosmetic and personal care centre, women salon, ladies oriental bath and ladies spa club	100%	100%
Rose Water Ladies Salon – Sole Proprietorship LLC	United Arab Emirates	Women personal care and beauty, women hairdressing, trimming, styling and henna pigmenting	100%	100%
Jazz Lounge Spa LLC	United Arab Emirates	Men oriental bath, gents cosmetic and personal care centre, hair fixing centre, perfumes and cosmetic trading, gents haircutting and hairdressing salon	100%	100%
Ben Suhail Distribution LLC	United Arab Emirates	Perfumes and cosmetic trading, beauty and personal care equipment trading, imitation jewellery trading, Soap and hair care products trading, and beauty and personal care requisites trading	100%	100%

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

2 BASIS OF PREPARATION continued

2.2 Basis for consolidation continued

Name of subsidiary	Place of incorporation	Principal activities	Proportion of ownership interest and voting power held	
			2023	2022
<u>Below are the subsidiaries of Viola Communications LLC:</u>				
Purple Printing LLC	United Arab Emirates	Commercial publication printing	100%	100%
Purple Exhibition LLC	United Arab Emirates	Commercial publication printing	100%	100%
<u>Below are the subsidiaries of Pal Cooling Holding LLC:</u>				
PAL Cooling Services LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL First Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL Danat Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL Saraya Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL Shams Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL Najmat Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL 4 Reem Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
PAL 4 Shams Cooling LLC	United Arab Emirates	Installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects	100%	100%
<u>Below are the subsidiaries of PAL 4 Solar Energy LLC:</u>				
International Energy Holding LLC	United Arab Emirates	Commercial Enterprises Investment, Institution and management, Power Enterprise Investment, and Industrial Enterprises Invetment	100%	100%

(i) Subsidiary acquired during the period (note 10)

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those applied by the Group in the preparation of the consolidated financial statements as at and for the year ended 31 December 2022, except for the adoption of the following new standards and amendments effective as of 1 January 2023. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

- IFRS 17 Insurance Contracts
- Definition of Accounting Estimates – Amendments to IAS 8
- Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to IAS 12

These amendments had no significant impact on the interim condensed consolidated financial statements of the Group.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 New standards, interpretations and amendments adopted by the Group continued

UAE corporate income tax

On 9 December 2022, the UAE Ministry of Finance released Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (Corporate Tax Law or the Law) to enact a Federal corporate tax (CT) regime in the UAE. The CT regime is effective from 1 June 2023 and accordingly, it has an income tax related impact on the financial statements for accounting periods beginning on or after 1 June 2023.

The Cabinet of Ministers Decision No. 116 of 2022 specifies the threshold of income over which the 9% tax rate would apply and accordingly, the Law is now considered to be substantively enacted from the perspective of IAS 12 – Income Taxes. A rate of 9% will apply to taxable income exceeding AED 375,000 and a rate of 0% will apply to taxable income not exceeding AED 375,000 and a rate of 0% on qualifying income of free zone entities.

The Group will be subject to taxation commencing 1 January 2024. Based on the above, the Group assessed the deferred tax implication and concluded it is not expected to be significant as of and for the three months period ended 31 March 2023. As certain other cabinet decisions are pending as on the date of these interim condensed consolidated financial statements, the Group will continue to assess the impact of these pending cabinet decisions on deferred taxes as and when finalized and published.

3.2 Significant accounting estimates and judgements

The preparation of the interim condensed consolidated financial statements in conformity with the International Financial Reporting Standards requires management to make judgment, estimates and assumptions that affect the application of accounting policies and reported amounts of financial assets and liabilities and the disclosure of contingent liabilities. These judgments, estimates and assumptions also affect the revenue, expenses, and provisions as well as fair value changes. Actual results may differ from these estimates.

These judgments, estimates and assumptions may affect the reported amounts in subsequent financial years. Estimates and judgments are currently evaluated and are based on historical experience and other factors.

In preparing these interim condensed consolidated financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are the same as those applied to the consolidated financial statements as at and for the year ended 31 December 2022.

4 PROPERTY, PLANT AND EQUIPMENT

During the period, additions to property, plant and equipment amounted to AED 35,975 thousand (three months period ended 31 March 2022: AED 57,383 thousand), excluding those acquired through business combinations, depreciation charge of AED 18,547 thousand (three month period ended 31 March 2022: AED 15,237 thousand) and disposals of AED 121 thousand (three months period ended 31 March 2022: AED 567 thousand). Property, plant and equipment acquired through business combinations amounted to AED 1,674 thousand (note 10) (three months period ended 31 March 2022: AED 837 thousand).

During the period, the Group capitalized finance cost of AED 1,477 thousand related to its borrowing (31 March 2022: AED 1,116 thousand).

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

5 INVESTMENT IN JOINT VENTURE

Details of the Group's joint venture are as follows:

<i>Name of entity</i>	<i>Principal activities</i>	<i>Place of incorporation and operation</i>	<i>Ownership interest</i>	
			<i>2023</i>	<i>2022</i>
<i>Joint venture:</i>				
Kalvon Enerji Yatirmilari A.S (“Kalvon”) *	Clean and renewable energy company	Turkey	50%	50%

* Kalyon is accounted for based on provisional fair value/ net asset value, which will be finalised before the end of the 12 month period from the date of acquisition.

Movement in investment in joint venture is as follows:

	<i>(Unaudited)</i> <i>31 March</i> <i>2023</i> <i>AED'000</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>AED'000</i>
At the beginning of the period / year	1,838,425	-
Additions during the period / year	-	1,852,958
Share of loss during the period / year	(2,138)	(14,533)
At the end of the period / year	<u>1,836,287</u>	<u>1,838,425</u>

6 INVESTMENTS CARRIED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	<i>(Unaudited)</i> <i>31 March</i> <i>2023</i> <i>AED'000</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>AED'000</i>
Quoted	36,227	36,227
Unquoted	<u>16,168</u>	<u>8,818</u>
	<u>52,395</u>	<u>45,045</u>

The geographical distribution of investments is as follows:

	<i>(Unaudited)</i> <i>31 March</i> <i>2023</i> <i>AED'000</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>AED'000</i>
Inside UAE	36,227	36,227
Outside UAE	<u>16,168</u>	<u>8,818</u>
	<u>52,395</u>	<u>45,045</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

6 INVESTMENTS CARRIED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME continued

The investments are recorded at fair value using the valuation techniques as disclosed in note 20. Movement in investment in financial assets carried at fair value through other comprehensive income is as follows:

	<i>(Unaudited)</i> 31 March 2023 AED '000	<i>(Audited)</i> 31 December 2022 AED '000
At the beginning of the period / year	45,045	68,903
Additions during the period / year	7,350	-
Change in fair value during the period / year	<u>-</u>	<u>(23,858)</u>
At the end of the period / year	<u>52,395</u>	<u>45,045</u>

7 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS

	<i>(Unaudited)</i> 31 March 2023 AED '000	<i>(Audited)</i> 31 December 2022 AED '000
Quoted	33,573,661	33,837,534
Unquoted	<u>95,037</u>	<u>95,037</u>
	<u>33,668,698</u>	<u>33,932,571</u>

Investments carried at fair value through profit or loss are analyzed as follows:

Non-current	22,885,246	22,491,803
Current	<u>10,783,452</u>	<u>11,440,768</u>
	<u>33,668,698</u>	<u>33,932,571</u>

The geographical distribution of investments is as follows:

	<i>(Unaudited)</i> 31 March 2023 AED '000	<i>(Audited)</i> 31 December 2022 AED '000
Inside UAE	33,425,717	33,676,220
Outside UAE	<u>242,981</u>	<u>256,351</u>
	<u>33,668,698</u>	<u>33,932,571</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

7 INVESTMENTS CARRIED AT FAIR VALUE THROUGH PROFIT OR LOSS continued

The investments are recorded at fair value using the valuation techniques as disclosed in note 20. Movement in investment in financial assets carried at fair value through profit or loss is as follows:

	<i>(Unaudited)</i> 31 March 2023 <i>AED '000</i>	<i>(Audited)</i> 31 December 2022 <i>AED '000</i>
At the beginning of the period / year	33,932,571	5,433,404
Additions during the period / year	6,170	11,185,397
Change in fair value during the period / year	(265,228)	18,095,400
Disposals during the period / year	<u>(4,815)</u>	<u>(781,630)</u>
At the end of the period / year	<u>33,668,698</u>	<u>33,932,571</u>

8 TRADE AND OTHER RECEIVABLES

	<i>(Unaudited)</i> 31 March 2023 <i>AED '000</i>	<i>(Audited)</i> 31 December 2022 <i>AED '000</i>
Trade receivables	199,028	165,509
Less: allowance for expected credit losses	<u>(23,542)</u>	<u>(35,922)</u>
	175,486	129,587
Advances to suppliers	18,194	15,589
Prepayments	27,426	19,471
Dividends receivable	347,381	6,458
Receivable under share purchase agreement*	1,836,930	1,983,110
Other receivables	<u>15,640</u>	<u>19,471</u>
	2,421,057	2,173,686
Less: non-current portion	<u>(1,507,531)</u>	<u>(1,647,558)</u>
	<u>913,526</u>	<u>526,128</u>

Movement in allowance for expected credit losses against trade receivables during the period / year was as follows:

	<i>(Unaudited)</i> 31 March 2023 <i>AED '000</i>	<i>(Audited)</i> 31 December 2022 <i>AED '000</i>
At the beginning of the period / year	35,922	21,555
(Reversal) charge for the period / year	<u>(12,380)</u>	<u>14,367</u>
At the end of the period / year	<u>23,542</u>	<u>35,922</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

8 TRADE AND OTHER RECEIVABLES continued

During the period, the Group recorded a loss of AED 184.5 million on reassessment of the receivable under the share purchase agreement due to change in the expected future cash flows. During the period, unwinding of non-current receivable amounting to AED 38.7 million (note 16) and amortization of deferred income amounting to AED 95.4 million (note 16) were recorded in the consolidated statement of profit or loss.

9 CASH AND BANK BALANCES

	<i>(Unaudited)</i> 31 March 2023 <i>AED'000</i>	<i>(Unaudited)</i> 31 March 2022 <i>AED'000</i>	<i>(Audited)</i> 31 December 2022 <i>AED'000</i>
Cash on hand	4,100	1,856	2,206
Cash at banks	632,123	2,984,539	344,237
Term deposits	613,482	100,620	686,703
Less: allowance for expected credit loss	(5)	(679)	(5)
Cash and bank balances	1,249,700	3,086,336	1,033,141
Less: term deposits with an original maturity more than three months	(450,000)	(100,000)	(200,000)
Cash and cash equivalents	<u>799,700</u>	<u>2,986,336</u>	<u>833,141</u>

Term deposits are placed with commercial banks in UAE, which carry interest rate ranging from 3.88% to 5.5% per annum (31 December 2022: 0.5% to 2.5% per annum).

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

10 BUSINESS COMBINATIONS

Acquisition during the period

During the period, the Group acquired the following entity, which was accounted for using the acquisition method under IFRS 3 Business Combination:

Fisio Therapy and Rehabilitation Center LLC

Effective 1 March 2023, Omorfia Group LLC ("Omorfia"), a subsidiary, acquired a 100% equity interest in Fisio Therapy and Rehabilitation Center LLC ("Fisio") for consideration of AED 1 thousand. FISIO is based in the emirate of Dubai, and operates physical medicine, rehabilitation and physiotherapy center. From the date of acquisition, Fisio contributed revenue and loss to the Group amounting to AED 136 thousand and AED 91 thousand respectively. If the acquisition had taken place at the beginning of the year, Fisio would have contributed revenue and loss to the Group amounting to AED 364 thousand and AED 278 thousand respectively.

Assets acquired and liabilities assumed

The fair values of the identifiable assets and liabilities of the acquired entity as at the date of acquisition were as follows:

	<i>AED'000</i>
Assets	
Property, plant and equipment	1,674
Inventories	20
Other receivables	1,485
Cash and bank balance	<u>192</u>
Total assets	<u>3,371</u>
Liabilities	
Employees' end of service benefit	39
Trade and other payables	<u>4,514</u>
Total liabilities	<u>4,553</u>
Total identifiable net liabilities at fair value	(1,182)
Goodwill arising on acquisition	<u>1,181</u>
Total purchase consideration	<u>1</u>

The net liabilities recognised are based on a provisional assessment of the fair value of identifiable assets and liabilities as at the acquisition date. The Group will finalise the purchase price allocation before the completion of 12 months from the acquisition date.

Analysis of cashflows on acquisition is as follows:

	<i>AED'000</i>
Cash paid for the acquisition	1
Cash acquired on business combination	<u>(192)</u>
Acquisition of operating business – net of cash used (included in cash flows from investing activities)	(191)
Transaction costs of the acquisition (included in cash flows from operating activities)	<u>-</u>
Net cash acquired on acquisition	<u>(191)</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

10 BUSINESS COMBINATIONS continued

Acquisitions in the prior year

Rose Water Ladies Salon – Sole Proprietorship LLC

Effective 1 January 2022, Bedashing Holding Company LLC ("Bedashing"), a subsidiary, acquired a 100% equity interest in Rose Water Ladies Salon - Sole Proprietorship LLC ("Rose") for consideration of AED 7,200 thousand. Rose is a sole proprietorship LLC, registered in the Emirate of Abu Dhabi, and is engaged in women personal care and beauty, women hairdressing, trimming, styling and henna pigmenting. From the date of acquisition to 31 December 2022, Rose contributed revenue and profit to the Group amounting to AED 1,172 thousand and AED 258 thousand respectively.

Assets acquired and liabilities assumed

The fair values of the identifiable assets and liabilities of the acquired entity as at the date of acquisition was as follows:

	<i>AED'000</i>
Assets	
Property, plant and equipment	837
Intangible assets	577
Inventories	160
Trade and other receivables	<u>230</u>
Total assets	<u>1,804</u>
Liabilities	
Employees' end of service benefit	30
Trade and other payables	<u>117</u>
Total liabilities	<u>147</u>
Total identifiable net assets at fair value	1,657
Goodwill arising on acquisition	<u>5,543</u>
Total purchase consideration	<u>7,200</u>

The Group has finalised the purchase price allocation exercise. Intangible assets comprise mainly of reacquired rights relating to the acquisition which were previously under a franchise agreement with Bedashing.

Analysis of cashflows on acquisition is as follows:

	<i>AED'000</i>
Cash paid for the acquisition	7,200
Net cash acquired on business combination	<u>-</u>
Acquisition of operating business – net of cash used (included in cash flows from investing activities)	7,200
Transaction costs of the acquisition (included in cash flows from operating activities)	<u>30</u>
Net cash used on acquisition	<u>7,230</u>

Acquisition related costs amounting to AED 30 thousand were expensed during the period and are included in general and administrative expenses.

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

11 SHARE CAPITAL

	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
Authorised issued and fully paid		
11,200,000,000 shares of AED 0.25 each		
(31 December 2021: 11,200,000,000 shares of AED 0.25 each)	<u>2,800,000</u>	<u>2,800,000</u>

12 RELATED PARTY BALANCES AND TRANSACTIONS

The Group enters into transactions with companies and entities that fall within the definition of a related party as contained in the International Accounting Standard (IAS) 24 *Related Party Disclosures*.

Related parties include the Group's major shareholders, Directors and businesses controlled by them and their families over which they exercise significant influence in financial and operating decisions making as well as key management personnel.

Balances with related parties included in the interim consolidated statement of financial position are as follows:

Name	Nature of relationship	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
Due from related parties:			
International Securities LLC	Entity under common control	47,830	4,449
Pal Technology Services LLC	Entity under common control	-	22,736
Al Ataa Investment LLC	Entity under common control	5,121	6,769
PAL Group of Companies LLC	Entity under common control	3,308	3,308
International Holding Company PJSC	Parent company	3,015	2,907
Reem Developers			
Sole Proprietorship LLC	Entity under common control	1,196	1,714
TSL Properties LLC	Entity under common control	797	-
Q Holding PJSC	Entity under common control	306	2,803
Alpha Dhabi Holding PJSC	Entity under common control	-	1,179
Trojan General contracting LLC	Entity under common control	-	-
Others	Entities under common control/ other related parties	<u>12,923</u>	<u>11,082</u>
		74,496	56,947
Less: allowance for expected credit loss		<u>-</u>	<u>(433)</u>
		<u>74,496</u>	<u>56,514</u>
Due to related parties:			
Chimera Investments LLC	Entity under common control	14,700	14,700
Reem from energy			
Investment Services LLC	Other related party	7,679	7,550
PAL Technology services LLC	Entity under common control	-	4,184
RG Procurement RSC LTD	Entity under common control	3,567	3,560
Tamouh Investments Company LLC	Entity under common control	3,061	3,104
Provis Real Estate SP LLC	Entity under common control	2,566	2,887
Oriontek Innovation LLC	Other related party	1,250	1,016
International Holding Company PJSC	Parent company	60	-
Kalyon Insaat Sanyı VE Ticaret A.S	Other related party	-	920,587
Others	Entities under common control/ other related parties	<u>1,906</u>	<u>3,175</u>
		<u>34,789</u>	<u>960,763</u>
Investments in financial assets	Entity under common control	<u>4,148,166</u>	<u>4,716,524</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

12 RELATED PARTY BALANCES AND TRANSACTIONS continued

Loan from related parties:

Included under borrowings in the interim statement of financial position are the following related party loans:

				(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
	Security	Interest rates	Maturity		
Related party loan 1	Secured	5%	December 2026	41,507	40,995
Related party loan 2	Unsecured	Interest free	April 2023	7,623	7,623
Related party loan 3	Unsecured	Interest free	June 2023	25,000	25,000
				<u>74,130</u>	<u>73,618</u>

Disclosed in the interim statement of financial position as follows:

	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
Current	43,911	43,911
Non-current	<u>30,219</u>	<u>29,707</u>
	<u>74,130</u>	<u>73,618</u>

Balances with a financial institution (other related party):

	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
Balances with a financial institution	<u>654,069</u>	<u>385,972</u>
Borrowings	<u>9,177,126</u>	<u>8,324,231</u>

During the period, the Group entered into the following transactions with related parties:

	Three months ended 31 March (Unaudited) 2023 AED'000	(Unaudited) 2022 AED'000
Revenue (<i>entities under common control</i>)	<u>3,822</u>	<u>4,026</u>
Cost of revenue (<i>entities under common control</i>)	<u>2,592</u>	<u>8,532</u>
General and administrative expenses (<i>entities under common control</i>)	<u>822</u>	<u>873</u>

Key management remuneration:

Salaries and employee benefits	3,005	2,806
Employees end of service benefits	<u>481</u>	<u>142</u>
	<u>3,486</u>	<u>2,948</u>

Transactions with a financial institution (other related party):

Interest expense for the period	<u>84,711</u>	<u>1,313</u>
Drawdowns of borrowings	<u>1,000,000</u>	<u>8,083</u>
Repayment of borrowings	<u>(231,384)</u>	<u>(3,225)</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

13 TRADE AND OTHER PAYABLES

	(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
Trade payables	58,070	56,049
Advances from customers	64,360	71,086
Unearned revenue	86,739	66,338
Deferred income	1,723,215	1,818,655
Accruals and other payables	370,656	117,513
Security deposits	26,074	26,924
VAT payable, net	2,841	1,557
Retention payable	<u>19,807</u>	<u>17,825</u>
	2,351,762	2,175,947
Less: non-current portion	<u>(1,441,395)</u>	<u>(1,540,153)</u>
	<u>910,367</u>	<u>635,794</u>

Non-current portion consists of the following:

Unearned revenue	46,787	48,758
Deferred income	1,335,094	1,431,594
Advances from customers	32,877	32,877
Security deposits	<u>26,637</u>	<u>26,924</u>
	<u>1,441,395</u>	<u>1,540,153</u>

14 BORROWINGS

				(Unaudited) 31 March 2023 AED'000	(Audited) 31 December 2022 AED'000
<i>Borrowings:</i>	<i>Security</i>	<i>Interest rates</i>	<i>Maturity</i>		
Term loan 1	Secured	EIBOR + 1.85%	December 2023	10,812	10,640
Term loan 2	Secured	EIBOR + 1.85%	December 2024	113,730	111,885
Term loan 3	Secured	EIBOR + 1.85%	September 2030	93,066	95,648
Term loan 4	Secured	EIBOR + 1.85%	December 2027	135,823	139,106
Term loan 6	Secured	3.88%	July 2027	6,037,983	6,096,956
Term loan 7	Secured	3.88%	August 2025	1,003,597	1,003,295
Term loan 8	Secured	4.2%	August 2027	497,981	498,448
Term Loan 9-A	Secured	EBIOR + 0.85%	September 2025	417,108	507,360
Term loan 9-B	Secured	EBIOR + 0.85%	March 2026	<u>1,002,849</u>	<u>-</u>
				<u>9,312,949</u>	<u>8,463,338</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

14 BORROWINGS

Disclosed in the interim statement of financial position as follows:

	<i>(Unaudited)</i> 31 March 2023 <i>AED'000</i>	<i>(Audited)</i> 31 December 2022 <i>AED'000</i>
Non-current	8,180,140	8,102,301
Current	<u>1,132,809</u>	<u>361,037</u>
	<u>9,312,949</u>	<u>8,463,338</u>

Movement in bank borrowings during the period / year is as follows:

	<i>(Unaudited)</i> 31 March 2023 <i>AED'000</i>	<i>(Audited)</i> 31 December 2022 <i>AED'000</i>
At the beginning of the period / year	8,463,338	366,930
Drawdowns	1,000,000	8,076,944
Reclassified to loan from related parties (note 12)	-	(7,623)
Transaction cost, net	(434)	(3,671)
Finance cost	86,929	141,301
Repayments	<u>(236,884)</u>	<u>(110,543)</u>
At the end of the period / year	<u>9,312,949</u>	<u>8,463,338</u>

Finance cost in the interim consolidated statement of profit or loss consist of the following:

	<i>(Unaudited)</i> 31 March 2023 <i>AED'000</i>	<i>(Unaudited)</i> 31 March 2022 <i>AED'000</i>
Interest on borrowings	86,929	1,578
Interest on lease liabilities	1,640	1,615
Amortization of transaction cost	47	-
Bank charges	<u>1,784</u>	<u>29</u>
	<u>90,400</u>	<u>3,222</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

15 REVENUE

	<i>(Unaudited)</i> 31 March 2023 AED'000	<i>(Unaudited)</i> 31 March 2022 AED'000
<i>Type of goods or services</i>		
Revenue from district cooling services	57,293	52,733
Revenue from consultancy, training and coaching services	89,389	76,242
Revenue from media and marketing services	29,986	23,286
Revenue from sale of cosmetics and rendering of related personal care services	90,328	86,900
Revenue from rentals	<u>2,090</u>	<u>2,053</u>
	<u>269,086</u>	<u>241,214</u>
<i>Timing of revenue recognition</i>		
Revenue at a point in time	125,507	109,517
Revenue over time	<u>143,579</u>	<u>131,697</u>
	<u>269,086</u>	<u>241,214</u>
<i>Geographical markets</i>		
United Arab Emirates	267,419	239,632
Kingdom of Saudi Arabia	<u>1,667</u>	<u>1,582</u>
	<u>269,086</u>	<u>241,214</u>

16 INVESTMENT AND OTHER INCOME

		<i>(Unaudited)</i> 31 March 2023 AED'000	<i>(Unaudited)</i> 31 March 2022 AED'000
	<i>Notes</i>		
Change in fair value of investments carried at fair value through profit or loss	7	(265,228)	246,702
Gain on disposal of property, plant and equipment		-	793
Loss on reassessment of non-current receivable	8	(184,548)	-
Unwinding of discount on non-current receivable	8	38,696	-
Amortization of deferred income	8	95,440	-
Interest and dividends income		312,646	2,110
Others		<u>17,120</u>	<u>7,479</u>
		<u>14,126</u>	<u>257,084</u>

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2023 (Unaudited)

17 BASIC EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit for the period attributed to the owners of the Company by the weighted average number of shares in issue throughout the period as follows:

	<i>Three months ended</i> <i>31 March</i> <i>(Unaudited)</i> <i>2023</i>	<i>(Unaudited)</i> <i>2022</i>
Profit attributable to the owners of the Company (AED '000)	<u>(36,839)</u>	<u>290,592</u>
Weighted average number of shares (shares in '000)	<u>11,200,000</u>	<u>11,200,000</u>
Basic earnings per share for the period (AED)	<u>(0.00)</u>	<u>0.03</u>

18 DIVIDENDS

Dividends attributable to non-controlling interest amounting to AED 46,682 thousand was declared and paid during the period (31 March 2022: AED 44,348 thousand was declared, of which AED 23,341 thousand was paid).

19 CONTINGENT LIABILITIES AND COMMITMENTS

	<i>(Unaudited)</i> <i>31 March</i> <i>2023</i> <i>AED '000</i>	<i>(Audited)</i> <i>31 December</i> <i>2022</i> <i>AED '000</i>
Letters of guarantee	<u>3,526</u>	<u>3,718</u>
Letters of credit	<u>5,275</u>	<u>5,918</u>
Commitment of capital expenditure	<u>97,835</u>	<u>124,216</u>

The above bank guarantees were issued in the normal course of business.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

20 FAIR VALUE MEASUREMENTS

Fair value of the Group's assets that are measured at fair value on recurring basis

Some of the Group's financial assets are measured at fair value at the end of the reporting period. The following table provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable and gives information about how the fair value of these financial assets are determined

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within 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 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	<i>Fair value as at</i>		<i>Fair value hierarchy</i>	<i>Valuation techniques</i>
	<i>31 March 2023</i> <i>(Unaudited)</i> <i>AED'000</i>	<i>31 December 2022</i> <i>(Audited)</i> <i>AED'000</i>		
<i>Financial assets</i>				
Quoted equity investments – investment in financial assets	33,609,888	33,873,761	Level 1	Quoted bid prices in an active market
Unquoted equity investments – investment in financial assets	111,205	103,855	Level 3	Market approach and latest transaction prices

There were no transfers between of the levels during the period. There are no financial liabilities which should be measured at fair value and accordingly no disclosure is made in the above table.

21 SEGMENT REPORTING

For operating purposes, the Group is organised into business segments as follows:

Communications includes advertisement designing, production and commercial publication printing services.

Utilities includes the installation of district cooling and air conditioning, repair district cooling and investment in infrastructure projects.

Driving training includes management and development of motor vehicles driving training.

Wellness includes health, wholesale cosmetics and make-up trading, women personal care and other grooming related services.

Investment activities includes investments in quoted and unquoted equity instruments.

Multiply Group PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2023 (Unaudited)

21 SEGMENTAL REPORTING continued

	<i>Communications</i>		<i>Utilities</i>		<i>Driving training</i>		<i>Wellness</i>		<i>Investing activities</i>		<i>Total</i>	
	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>	<i>31 March</i>
	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>
	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>
Revenue	29,986	23,286	57,292	52,733	91,479	78,295	90,329	86,900	-	-	269,086	241,214
Cost of revenue	(22,691)	(18,825)	(25,568)	(22,071)	(21,044)	(14,343)	(61,441)	(65,289)	-	-	(130,744)	(120,528)
Gross profit	7,295	4,461	31,724	30,662	70,435	63,952	28,888	21,611	-	-	138,342	120,686
Investment and other income	7,223	238	7,724	-	9,977	7,660	1,483	862	(12,281)	248,324	14,126	257,084
Share of loss from investment in Associate	-	-	(2,138)	-	-	-	-	-	-	-	(2,138)	-
Finance cost	(178)	(48)	(4,817)	(1,578)	(1,554)	(737)	(2,314)	(859)	(81,537)	-	(90,400)	(3,222)
General profit and administrative expenses	(6,232)	(7,972)	(7,092)	(5,991)	(16,986)	(15,690)	(16,417)	(9,956)	(12,695)	-	(59,422)	(39,609)
Profit (loss) for the period	8,108	(3,321)	25,401	23,093	61,872	55,185	11,640	11,658	(106,513)	248,324	508	334,939
	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>	<i>31 March</i>	<i>31 December</i>
	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>	<i>2023</i>	<i>2022</i>
	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>	<i>AED'000</i>
Segment assets	223,633	72,854	3,325,225	3,259,221	1,044,251	432,810	833,103	623,382	36,019,757	36,817,615	41,445,969	41,205,882
Segment liabilities	62,217	65,631	650,719	1,541,463	99,123	119,418	491,542	136,527	10,623,594	9,962,136	11,927,195	11,825,175

