MB ENGINEERING GROUP

Business Results Announcement

For the financial period ended 30 June 2026

Cairo · 29 August 2026
Ticker · MBEG
ISIN · EGS221V1C015

MB Engineering (an Egyptian joint stock company) announces its consolidated results for the first half of 2026, with strong growth in revenue and operating profitability. Revenue reached EGP 427.4 million against EGP 270.7 million in the same period last year, up 57.9%. Gross profit rose 59.9% to EGP 91.2 million, while profit before tax rose 46.6% to EGP 29.8 million.

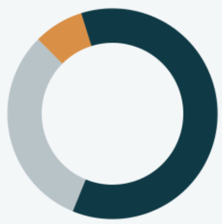
Profit for the period after tax reached EGP 23.9 million, up 39.2%, while profit attributable to shareholders of the parent reached EGP 19.9 million, up 8%. Earnings per share stood at EGP 0.089 against EGP 0.082. Total assets exceeded the EGP 1 billion mark for the first time, reaching EGP 1,014.6 million at 30 June 2026 against EGP 844.7 million at end-December 2025, up 20.1%.

Key Indicators

Revenue	Gross Profit	Profit Before Tax	Net Profit — Parent Share
427.4	**91.2**	**29.8**	**19.9**
EGP million	EGP million	EGP million	EGP million
Up 57.9% year on year	Up 59.9% year on year	Up 46.6% year on year	Up 8.0% year on year

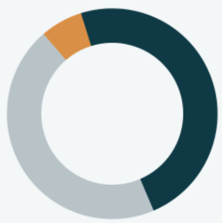
Revenue Mix by Segment

H1 2026



■ Industrial 61.0% ■ Commercial 31.3% ■ Services 7.7%

H1 2025



■ Industrial 48.4% ■ Commercial 45.1% ■ Services 6.5%

Revenue Analysis by Segment

Segment	Revenue 2026	Weight	Revenue 2025	Weight	Change
Industrial	260,638,849	61.0%	131,155,298	48.4%	+98.7%
Commercial	133,907,776	31.3%	121,968,933	45.1%	+9.8%
Services	32,855,478	7.7%	17,595,373	6.5%	+86.7%
Total	**427,402,103**	**100%**	**270,719,604**	**100%**	**+57.9%**

Figures are presented on a consolidated basis after elimination of intra-group transactions, consistent with note (20-1) to the financial statements.

Performance Review

The Group delivered notable revenue growth in the first half of 2026, driven by a focus on diversifying its portfolio of activities and expanding in the industrial and services segments, supported by continued investment in the production capacity of its manufacturing subsidiaries. This was reflected in strong operating performance across segments.

In the **industrial segment**, consolidated revenue grew 98.7% year on year, driven primarily by Beta Electric for Electrical Cables, whose revenue rose to more than three and a half times its 2025 level on higher production capacity and a wider customer base, alongside 57% growth at MB Industry on a standalone basis. The industrial segment's weight in the Group revenue mix accordingly rose from 48.4% to 61.0%.

The **services segment** posted consolidated revenue growth of 86.7%, driven primarily by Sha7en EV Solutions, which more than doubled its revenue as its charging network expanded, alongside strong growth at MB Logistics.

The **commercial segment** recorded more moderate consolidated revenue growth of 9.8%, driven by continued 29% growth at MB Electrical Systems on a standalone basis, while the contribution of subsidiary E-Matador for E-Commerce declined 28.2% over the same period.

Liquidity and Financing

Net cash generated from operating activities was EGP 6.8 million for the period against profit before tax of EGP 29.8 million. The difference primarily reflects the increase in working capital accompanying business growth, led by a EGP 67 million build in inventory to meet growing demand for industrial segment products.

Net cash used in investing activities was approximately EGP 65.5 million, with projects under construction rising to EGP 102 million from EGP 41.5 million at end-2025. Credit facilities rose to EGP 250.6 million at period end from EGP 183.3 million at end-2025 to fund these expansions.

The Group recorded realized foreign exchange losses of EGP 6.3 million for the period against EGP 1.8 million in the same period last year. Management continues to monitor regional economic and geopolitical developments — including tensions in the region since February 2026 — and to assess their impact on the Group's activities, supply chains, raw material prices and freight costs on an ongoing basis. To date, no material direct impact on the Group's activities has been identified, as disclosed in note (29) to the financial statements.

Outlook

The Group intends to continue investing in the production capacity of its manufacturing subsidiaries, led by the first phase of the new 36,000 square meter Sadat factory, scheduled to begin operations in the first quarter of 2027. This will enhance the Group's production capacity, deepen integration across its companies and support continued growth momentum in the industrial segment. The Group also aims to consolidate its competitive position in its markets while continuing to diversify revenue sources across its activities and segments. Management places particular emphasis on operational discipline and cost efficiency in order to translate revenue growth into sustainable profitability in coming periods.

Consolidated Income Statement

For the financial period ended 30 June 2026 · in Egyptian Pounds

Description	30 June 2026	30 June 2025	Change
Revenue	427,402,104	270,719,604	+57.9%
Cost of sales	(336,238,730)	(213,708,460)	+57.3%
Gross profit	**91,163,374**	**57,011,144**	**+59.9%**
General and administrative expenses	(33,609,186)	(19,794,951)	+69.8%
Finance expenses	(21,564,493)	(16,537,486)	+30.4%
Realised foreign exchange differences	(6,298,643)	(1,759,871)	+257.9%
Interest income	210,230	432,581	−51.4%
Provisions	(756,260)	—	n.m.
Capital gains	698,900	—	n.m.
Other income	—	1,002,000	n.m.
Profit before income tax	**29,843,920**	**20,353,417**	**+46.6%**
Income tax	(7,725,086)	(5,740,364)	+34.6%
Deferred tax	1,805,771	2,572,045	−29.8%
Profit for the period after tax before NCI	**23,924,605**	**17,185,098**	**+39.2%**
Non-controlling interests	3,960,747	(1,292,517)	swing
Profit attributable to parent shareholders	**19,963,858**	**18,477,615**	**+8.0%**

Consolidated Statement of Comprehensive Income

For the financial period ended 30 June 2026 · in Egyptian Pounds

Description	30 June 2026	30 June 2025	Change
Profit for the period after tax	23,924,605	17,185,098	+39.2%
Other comprehensive income	—	—	—
Total comprehensive income before NCI	**23,924,605**	**17,185,098**	**+39.2%**
Non-controlling interests	3,960,747	(1,292,517)	swing
Total comprehensive income attributable to parent shareholders	**19,963,858**	**18,477,615**	**+8.0%**
Earnings per share (EGP)	**0.089**	**0.082**	**+8.0%**

Earnings per share is calculated after deducting the 10% employees' profit share, consistent with note (25) to the financial statements.

Consolidated Statement of Financial Position

As at 30 June 2026 · in Egyptian Pounds

Description	30 June 2026	31 December 2025
Non-current assets		
Fixed assets (net)	182,243,989	184,531,667
Intangible assets (net)	1,977,447	2,750,964
Right-of-use assets	142,541,520	137,339,258
Projects under construction	101,967,298	41,539,440
Deferred tax assets	4,367,713	3,174,921
Total non-current assets	**433,097,967**	**369,336,250**
Current assets		
Inventory	242,343,301	175,203,919
Trade and notes receivable	204,512,287	191,828,367
Debtors and other receivables	115,702,024	91,763,210
Cash on hand and at banks	18,948,831	16,613,815
Total current assets	**581,506,442**	**475,409,311**
Total assets	**1,014,604,409**	**844,745,561**
Equity		
Issued and paid-in capital	101,272,111	101,272,111
Legal reserve	872,623	722,359
Retained earnings	72,940,105	31,260,724
Profit for the period / year	19,963,858	41,853,616
Total equity attributable to parent shareholders	**195,048,697**	**175,108,810**
Non-controlling interests	168,751,063	164,759,436
Total equity	**363,799,759**	**339,868,246**
Non-current liabilities		
Long-term credit facilities	53,284,158	61,874,171
Lease liabilities – long term	19,783,545	27,024,945
Long-term notes payable – land purchase creditors	34,316,809	34,469,736
Total non-current liabilities	**107,384,512**	**123,368,852**
Current liabilities		
Short-term credit facilities	197,360,623	121,411,527
Lease liabilities – short term	13,377,573	23,743,499
Due to related parties	7,420,393	7,420,393
Trade and notes payable	202,081,535	123,284,469
Creditors and other payables	111,943,363	88,961,658
Income tax payable	11,236,651	16,686,917
Total current liabilities	**543,420,138**	**381,508,463**
Total liabilities	**650,804,650**	**504,877,315**
Total equity and liabilities	**1,014,604,409**	**844,745,561**

About MB Engineering

MB Engineering was founded in 1981 and has grown into a leading, multi-faceted company in Egypt's electrical industries market. It operates as a parent company to a number of subsidiaries working in an integrated approach across three core segments: industrial, commercial and services. The company's collaboration with its international partners has established its presence in the market under a number of global brands, foremost among them Hager of France, Hyundai of Korea and Beta Electric, serving all market segments across diverse electrical sectors in local and international markets.

Investor Relations Contact

Investor Relations

Mr. Adel Ahmed Hassan

Email

ir@mb-egypt.com

Phone

+201000039160

Website

www.mb.com.eg

Disclaimer

The financial results set out above are extracted from the consolidated financial statements for the period ended 30 June 2026, which are subject to a limited review report and not an audit, and which were approved by the Company's Board of Directors on 26 August 2026.

Statements in this document that are not historical facts are based on the current expectations, estimates and beliefs of MB Engineering. Such statements may involve known and unknown risks, uncertainties and other factors, and should not be unduly relied upon. Certain information in this document constitutes objectives or forward-looking statements, which may be identified by the use of forward-looking terminology or its negative or other comparable terminology. Actual events, results or performance of the Company may differ materially from those reflected in such objectives or forward-looking statements.