MM Group for Industry and International Trade (S.A.E)
Cairo- Egypt

Consolidated Interim Financial Statements
For the Period Ended 30 June 2026
With Limited Review Report

Contents

KRESTON EGYPT
Tamer Nabarawy & Co.

Limited Review Report on the Consolidated Interim Financial Statements

To Messrs. Management of MM Group for Industry and International Trade
(Egyptian Joint Stock Company)

Introduction

We have performed a limited review for the accompanying interim consolidated financial statements of MM Group for Industry and International Trade Company which comprise the interim consolidated financial position as of June 30, 2026 and the related statements of interim consolidated income, comprehensive income, interim consolidated changes of shareholders' equity and interim consolidated cash flows for the six months that ended, and a summary of significant accounting policies and other explanatory notes.
Management is responsible for the preparation and fair presentation of these interim consolidated financial statements in accordance with Egyptian Accounting Standards our responsibility is to express a conclusion on these 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 2410, "limited review of interim consolidated financial statement performed by the Independent Auditor of the entity". A limited review of interim consolidated 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 as 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 interim consolidated financial statements

Conclusion

Based our limited review, nothing has come to our attention that causes us to believe that the accompanying interim consolidated Financial statements do not present Fairly, in all material respects the interim consolidated Financial position of MM Group for Industry and International Trade Company as at June 30, 2026 and of Financial performance and its interim consolidated cash flows for the six months then ended in accordance with Egyptian accounting standards.

Cairo, Egypt: August 13, 2026

Auditor

KRESTON EGYPT
Tamer Nabarawy & Co.
Public Accountants & Consultants

Tamer Nabarawy
Egyptian Financial Supervisory
Authority Register Number 389
KRESTON EGYPT

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Consolidated Interim Statement of Financial Position

	Notes	6/30/2026	12/31/2025
		EGP	EGP
Non-current assets			
Fixed assets	(4)	254 381 819	196 932 888
Right of use asset	(5-a)	138 110 439	128 302 628
Investments property	(6)	2	2
Projects under construction	(7)	141 245 053	197 157 165
Investments in associates	(8)	1 447 716 280	1 408 283 700
Deferred Tax		--	1 743 577
Total non-current assets		**1 981 453 593**	**1 932 419 960**
Current assets			
Inventory	(9)	2 335 763 447	2 258 923 855
Receivables & notes receivables	(10)	2 047 804 105	1 490 546 838
Due from related parties	(11-a)	7 132 502	7 124 482
Advances to suppliers		943 164 502	856 851 513
Debtors & other debit balances	(12)	369 224 344	394 938 807
Non-current assets held for sale	(13)	--	--
Investments at fair value through profit or loss	(14)	20 394 805	19 446 465
Investments at amortized cost	(15)	634 947 235	453 142 810
Cash on hand and at banks	(16)	647 530 515	463 595 361
Total current assets		**7 005 961 455**	**5 944 570 131**
Total assets		**8 987 415 048**	**7 876 990 091**
Equity			
Issued and paid up capital	(17)	1 170 730 592	1 170 730 592
Treasury shares reserve	(18)	8 332 519	8 332 519
Legal reserve		243 008 208	194 931 956
General reserve		64 462 273	64 462 273
Net change at fair value for investments through comprehensive income		2 437 334	2 437 334
Forex Exchange Reserve		2 854 979	(3 957 306)
Retained earning		2 957 609 574	2 190 073 545
Net Profit for the period / year		609 520 587	1 244 894 112
Total equity of parent company		**5 058 956 066**	**4 871 905 025**
Non-controlling interest	(19)	220 800 069	193 165 744
Total equity		**5 279 756 135**	**5 065 070 769**
Non-current liabilities			
Lease contracts liability-long term	(5-b)	137 002 927	116 604 959
Deferred Tax		3 763 342	--
Total Non-current liabilities		**140 766 269**	**116 604 959**
Current liabilities			
Provisions	(20)	53 676 242	36 479 447
Credit Bank		30 278	61 667 334
Lease contracts liability-short term	(5-b)	33 843 836	37 199 493
Due to related parties	(11-b)	15 149 349	15 332 046
Customers Advance payment		214 808 925	349 138 344
Suppliers & notes payables	(21)	2 630 432 440	1 812 454 055
Creditors & other credit balances	(22)	495 439 867	157 967 625
Accrual income tax	(23-a)	123 511 707	225 076 019
Total current liabilities		**3 566 892 644**	**2 695 314 363**
Total equity and liabilities		**8 987 415 048**	**7 876 990 091**

-The accompanying notes are an integral part of the consolidated Interim financial statements.
- Limited review report attached

CEO and Managing Director
Khaled Gamal Mohamed Mahmoud

Head of the Financial Sector
Osama Fathy

Consolidated Interim Statement of Income (Profit or Loss)

	Notes	For the six months ended 30-Jun-2026 EGP	For the six months ended 30-Jun-2025 EGP	For the three months ended 30-Jun-2026 EGP	For the three months ended 30-Jun-2025 EGP
Net sales	(24)	12 719 260 909	11 065 896 834	5 997 143 842	5 650 375 841
(Less)					
Cost of sales	(25)	(11 560 653 590)	(9 898 525 818)	(5 420 449 735)	(5 032 740 557)
Gross profit		**1 158 607 319**	**1 167 371 016**	**576 694 107**	**617 635 284**
(Less)					
Sales & distribution expenses	(26)	(357 801 141)	(314 946 020)	(180 221 049)	(161 543 334)
General & administrative expenses	(27)	(70 898 579)	(53 770 894)	(34 910 240)	(26 083 489)
Depreciation of administrative assets		(5 344 829)	(4 897 340)	(2 721 644)	(2 529 507)
Total expenses		**(434 044 549)**	**(373 614 254)**	**(217 852 933)**	**(190 156 330)**
Net operating profit		**724 562 770**	**793 756 762**	**358 841 174**	**427 478 954**
Add / (Less)					
Gain from associated companies	(8)	46 840 491	42 060 231	26 824 917	25 779 543
Impairment In non-current assets held for sale		--	(803 354)	--	--
Takaful contribution for health insurance		(28 537 625)	(24 654 746)	(14 230 326)	(12 747 623)
Income from investment property		6 116 000	5 560 000	3 102 000	2 820 000
Gain from investments at fair value through profit or loss		323 120	354 218	180 098	182 636
Gain from investment at amortized cost		67 701 158	--	34 024 806	--
Capital Gain		191 791	191 600	(8 209)	191 600
Finance expenses		(21 740 213)	(28 331 885)	(11 588 014)	(15 268 671)
Credit interest		30 730 607	47 873 882	17 206 779	21 281 567
Expected credit losses expense		--	(8 295 677)	--	(8 295 677)
Provisions	(20)	(17 182 533)	(14 986 647)	(7 469 066)	(7 665 093)
Foreign currency exchange		17 294 448	11 472 837	6 311 781	240 786
Other revenue		2 723 062	8 983	11 314	8 326
Net profit for the period before taxes		**829 023 076**	**824 206 204**	**413 207 254**	**434 006 348**
(Less)/add					
Income tax	(23-b)	(175 731 974)	(182 624 676)	(87 116 027)	(95 473 356)
Investment at amortized cost taxes		(6 237 431)	--	(3 155 607)	--
Deferred tax		(5 498 909)	(4 041 309)	414 492	(4 117 088)
Net profit for the period after taxes		**641 554 762**	**637 540 219**	**323 350 112**	**334 415 904**
Distributed on follows:					
Owners of the parent company		609 520 587	621 162 750	304 527 030	326 128 997
Non-controlling interest		32 034 175	16 377 469	18 823 082	8 286 907
		641 554 762	**637 540 219**	**323 350 112**	**334 415 904**
Earnings Per Share (EGP/Share)	(28)	**0,27**	**0,26**	**0,13**	**0,14**

-The accompanying notes are an integral part of the consolidated Interim financial statements.

CEO and Managing Director	Head of the Financial Sector
Khaled Gamal Mohamed Mahmoud	Osama Fathy
K. Mahmoud	

Consolidated Interim Statement of other Comprehensive Income

	For the six months ended		For the three months ended	
	30-Jun-2026	30-Jun-2025	30-Jun-2026	30-Jun-2025
	EGP	EGP	EGP	EGP
Net profit for the period after taxes	641 554 762	637 540 219	323 350 112	334 415 904
Add:				
Other comprehensive Income				
Foreign currency translation differences	6 821 928	(5 257 834)	(24 247 104)	(10 994 623)
Total other comprehensive Income	**648 376 690**	**632 282 385**	**299 103 008**	**323 421 281**
Disturbed as follows:				
Owners of the parent company	616 332 872	615 904 916	280 303 172	315 211 992
Non-controlling interest	32 043 818	16 377 469	18 799 836	8 209 289
Total other comprehensive Income	**648 376 690**	**632 282 385**	**299 103 008**	**323 421 281**

-The accompanying notes are an integral part of the consolidated Interim financial statements.

CEO and Managing Director
Khaled Gamal Mohamed Mahmoud

Head of the Financial Sector
Osama Fathy

Consolidated Interim Statement of Change in Equity

	Equity of the parent company										
30-Jun-25	Issued & Paid-up Capital	Treasury shares reserve	Legal Reserve	General Reserve	Forex Exchange Reserve	Net change at fair value for investments through comprehensive income	Retained earning	Profit of the period	Total	Non-controlling interest	Total
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Balance as of January 1, 2025	936 584 473	8 332 519	149 533 768	64 462 273	10 536 066	2 437 334	1 570 391 350	1 063 013 808	3 805 291 591	149 384 666	3 954 676 257
Transferred to retained earning	--	--	--	--	--	--	1 063 013 808	(1 063 013 808)	--	--	--
Transferred to Legal reserve	--	--	45 398 188	--	--	--	(45 398 188)	--	--	--	--
Dividends distribution	--	--	--	--	--	--	(401 976 311)	--	(401 976 311)	--	(401 976 311)
Adjustments of retained earnings	--	--	--	--	(1 763 625)	--	1 763 625	--	--	70 479	70 479
Comprehensive Income for the period	--	--	--	--	(5 257 834)	--	--	621 162 750	615 904 916	16 377 469	632 282 385
Balance as of June 30, 2025	936 584 473	8 332 519	194 931 956	64 462 273	3 514 607	2 437 334	2 187 794 284	621 162 750	4 019 220 196	165 832 614	4 185 052 810
30-Jun-26											
Balance as of January 1, 2026	1 170 730 592	8 332 519	194 931 956	64 462 273	(3 957 306)	2 437 334	2 190 073 545	1 244 894 112	4 871 905 025	193 165 744	5 065 070 769
Transferred to retained earning	--	--	--	--	--	--	1 244 894 112	(1 244 894 112)	--	--	--
Transferred to Legal reserve	--	--	48 076 252	--	--	--	(48 076 252)	--	--	--	--
Dividends distribution	--	--	--	--	--	--	(421 510 038)	--	(421 510 038)	(4 409 493)	(425 919 531)
Adjustments of retained earnings	--	--	--	--	--	--	(7 771 793)	--	(7 771 793)	--	(7 771 793)
Comprehensive Income for the period	--	--	--	--	6 812 285	--	--	609 520 587	616 332 872	32 043 818	648 376 690
Balance as of June 30, 2026	1 170 730 592	8 332 519	243 008 208	64 462 273	2 854 979	2 437 334	2 957 609 574	609 520 587	5 058 956 066	220 800 069	5 279 756 135

-The accompanying notes are an integral part of the consolidated Interim financial statements.

CEO and Managing Director

Khaled Gamal Mohamed Mahmoud

Head of the Financial Sector

Osama Fathy

Consolidated Interim Statement of Cash Flows

	Notes	6/30/2026 EGP	6/30/2025 EGP
Cash flows from operating activities			
Net profit before income tax		829 023 076	824 206 204
Adjustments to reconcile net profit to cash flows			
From operating activities			
Impairment in non-current assets held for sale	(13)	--	803 354
Fixed assets depreciation	(4)	22 515 162	14 760 082
Right of use assets amortization	(5)	18 761 916	15 972 558
Operating lease interest		14 027 276	10 640 752
Expected credit losses		--	8 295 677
Retained earnings adjustments		--	1 763 625
Gain from associated companies	(8)	(46 840 491)	(42 060 231)
Provision	(20)	17 182 533	14 986 647
Gains from investments at fair value through profit and loss	(14)	(323 120)	(354 218)
Finance expenses		21 740 213	1 718 575
Capital Gain		(191 791)	(191 600)
Gain from investment at amortized cost		(67 701 158)	--
Foreign currency exchange gains		(17 294 448)	(11 472 837)
Credit interest		(30 730 607)	(47 873 882)
Net operating income		**760 168 561**	**791 194 706**
Change in inventory	(9)	(76 039 592)	(508 588 019)
Change in Receivables and notes receivables	(10)	(557 257 267)	(1 007 034 861)
Change in due from related parties	(11-a)	(8 020)	(8 693 487)
Change in suppliers advance payments		(86 312 989)	81 681 610
Change in Debtors and other debit balances	(12)	25 714 463	(165 121 248)
Change in Suppliers and Notes payable	(21)	817 978 385	1 015 835 234
Change in Due to related parties	(11-b)	(182 697)	(8 998)
Change in customers advance payments		(134 329 419)	(56 638 022)
Change in Creditors and other credit balances	(22)	35 818 989	44 289 242
Change in operating lease liability		(25 554 692)	(21 924 982)
Cash flows provided from operating activities		**759 195 722**	**164 991 175**
Paid Income Tax	(23-a)	(283 533 717)	(220 402 348)
Finance expences paid		(21 740 213)	(1 718 575)
Net Cash flow provided from / (used in) operating activities		**453 921 792**	**(57 129 748)**
Cash flows from investment activities			
(Payments) for purchase of fixed assets and projects under construction		(24 060 190)	(42 715 197)
proceeds from selling fixed assets		200 000	191 600
Change in associated company	(8)	--	(305 324 486)
Proceeds from credit interest		30 730 607	47 873 882
Paid under investment		--	294 097 110
Change in Investments at amortized cost		67 701 158	--
Change in Investments at fair value through profit and loss		(625 220)	493 607
Net cash flows provided from / (used in) investment activities		**73 946 355**	**(5 383 484)**
Cash flows from financing activities			
Change in bank over draft		(61 637 056)	(39 585 026)
Dividends		(124 598 245)	(2 556 168)
Net cash flows (used in) financing activities		**(186 235 301)**	**(42 141 194)**
Net change in cash and cash equivalents during the period		**341 632 846**	**(104 654 426)**
Foreign currency exchange gain		17 294 448	11 472 837
Forex Exchange Reserve		6 812 285	(5 257 834)
Cash and cash equivalents at the beginning of the period		916 738 171	617 074 522
Cash and cash equivalents at the end of the period	(16)	**1 282 477 750**	**518 635 099**

Cash and equavilant includes		
Cash and equavilant	647 530 515	518 635 099
Investments at amortized cost accrual less than (3 months)	634 947 235	--
	1 282 477 750	**518 635 099**

-The accompanying notes are an integral part of the consolidated Interim financial statements.

CEO and Managing Director
Khaled Gamal Mohamed Mahmoud

Head of the Financial Sector
Osama Fathy

Notes to the consolidated Interim financial statements

1. **About The company**

A. Company's background

- MM Group for Industry and International Trade (S.A.E) is established under the Law No.159 of 1981 and its executive regulations and considering the provisions of law No. 95 of 1992 and its executive regulations and has been registered in the commercial register under No.609, 10 of Ramadan city on January 3, 1996.

- Based on a Extraordinary general assembly held on April 5, 2016 the decree of the general authority for investment and free zones no. 638/2 year 2016, which decided to split the company into: -

  - MM Group company for the industry and international trade, (S.A.E) (The Splitter)
  - MTI company for real estate investment, (S.A.E) (The Splitted)

- And use the date of the split of the company at book value on the Company's financial statements at December 31, 2015 as a basis to assess the assets and liabilities of the company for the purpose of split, and it was registered in the comercial register on december 29 2016.

- According to the extraordinary general assembly as of January 6th 2017 that agree to make an Initial public offering of 30%of the shares of MM Group for industry and international trade company (S.A.E) in the Egyptian stock market on april 11, 2017.

B. Company's Purpose

- Producing and assembling vehicles, agricultural tractors and related equipment, loaders, heavy and light means of transportation and performing engine overhauls; (b) maintenance, installation and repairs through specialized service centres; (c) trading of cars, agricultural tractors, and related equipment, loaders, all heavy and light means of transportation, including required spare parts, maintenance and other related activities.

- producing the required production supplies to serve the Company's purposes.

- Importing all goods and products authorized for import, in accordance to the Law

- utilizing Egyptian commercial agencies for trading in electronic devices related to remote sensing, and providing Advance technical and technological services, trading of telecommunication devices and mobile phones, and the maintenance and repair there of through specialized service centres.

- the sale and purchase of real estate properties, land and movable assets to serve the Company's purposes (except for areas mentioned in the Ministerial Decree No. 12 of Law No. 94 of 2005, as well as the Sinai Peninsula, Halayeb and Shalateen which requires a prior approval from GAFI's chairman).

- assembling and manufacturing "split" air conditioners and mobile phones in one of the new industrial areas.

- exporting all goods and products authorized for export, in accordance to the Law.

- Selling all goods and products mentioned as a part of the company's purpose including vehicles, agricultural loaders, fork lift, and loader.

- Sale of mobile devices, lines and mobile recharge cards.

- Establishing specialized service centers for maintenance , installation and repair work to serve home appliances.

- Sale of electrical and non-electrical household appliances.

- Assembling and manufacturing household, electrical and non-electrical appliances.

- **Washing machines**
- Manufacturing of all types of household electric clothes
- Manufacturing all types of home dishwashers.

1. **About The company (followed)**

B. **Company's Purpose (followed)**

- **Refrigerators**
- Manufacturing all types of household electrical refrigerators.
- Manufacturing all types of deep freezers (freezers).

- **Stoves**
- Manufacturing all types of home stove appliances.
- Manufacturing all types of deep freezers (freezers).
- Operating with third parties , components parts & spare parts

- Manufacturing and assembling passenger cars, light, medium and heavy transport vehicles, buses, minibuses, midibuses and microbuses in our factories or with third parties, performing engine overhauls, and carrying out maintenance, installation and repair work through specialized service centers.
- The Company may have an interest in or participate with companies or others that perform similar activities and which may further the achievement of its objectives in Egypt or abroad. The Company may also merge with, purchase or acquire such entities, according to the provisions of the Law and its Executive Regulations.

C. **Company's location**

- The company's main residance and legal location is in the 10th of Ramadan City. The Head Quarter of the company is in 18 El Obour - Buildings Salah Salem, Cairo.

D. **Company's Duration**

- The company's duration is twenty-five years from the date of registration in the commercial register, the financial year for the company begins on the 1st of January and ends on December of each year.
- Based on the extraordinary general assembly held on 24 October 2020, has decided another 25 years starts from 2/1/2021 and ends at 1/1/2046 and has been registered at the commercial register at 4 November 2020.

E. **Approval of the financial statements**

- The consolidated financial statements of the Company for the Period ended June 30, 2026 were authorized for
- issuance in accordance with a decree of the board of directors held on August 13, 2026.

2. **Basis for preparation of financial statements**

A. **Basis of consolidation**

- The consolidated financial statements are prepared by consolidating the financial statements of the Holding Company and its subsidiaries through collecting similar items of assets, liabilities, equity, revenues and expenses.

- The investment cost borne by the holding company in its subsidiaries was eliminated along with the holding company's share in the equity of each subsidiary

- Unrealized intercompany transactions are eliminated.

- Non-controllable interest in net equity and in net profit of subsidiaries controlled by the parent company are included in the equity in the consolidated financial statements under an independent clause "non-controlling interests" and are calculated as equal to their share in the carrying value of the net assets of the subsidiary.

- **The acquisition cost was distributed as follows-:**

  - The fair value of assets and liabilities owned at the date of acquisition and within the limits of the share of the parent company that was acquired on that date.

  - The additional acquisition cost over the share of the parent company's share in the capital of the subsidiary companies is recognized as goodwill.

2. Basis for preparation of financial statements (continued)

- Scope of consolidated financial statements

The consolidated financial statements include the companies in which the company contributes more than 50% of its capital and it has control over it and companies with less than 50% contribution. The company has the ability to control the company's decisions. The following are the companies listed in the consolidated financial statements:

	Investment Percentage
MM Group for Export & Import	99%
Kanawat for trading and distribution company	70.48%
MM Group for industry and international trade FZCO	100%
MM Group Saudi Arabia	100%

B. Commitment to accounting standards and laws:

These financial statements were prepared in accordance with Egyptian Accounting Standards and prevailing Egyptian laws and regulations.

C. Disclosure and presentation currency

The financial statements are presented in Egyptian Pound which is the Company's functional currency

D. Use of estimates and judgments

The preparation of the consolidated financial statements are in-accordance with the Egyptian Accounting Standards requiring management to make estimates and assumptions that affect assets and liabilities, revenues and expenses during the financial Year.
Actual results may differ from these estimates. The estimates and assumptions are reviewed on-going basis and recognizing the effects of the modification of the accounting estimates in the Year in which estimates are revised.
The assumptions and estimates are mainly used in the application of accounting policies with significant impact on balances included in the financial statements and which are disclosed under the following notes:

- Fixed assets
- Investment Property
- Financial instruments
- Provisions

3. Significant accounting policies

The Company applies the following accounting policies consistently and it is consistent with that applied in all the financial years disclosed in these consolidated financial statements.

3-1 Fixed assets and its deprecation

a. The first recognition and initial measurement

Fixed assets are stated at the historical cost after deducting accumulated depreciation and accumulated impairment losses.

b. Subsequent Cost

Such cost includes the cost of replacing part of the fixed assets when that cost is incurred, if the recognition criteria are met, Likewise, when major improvements are performed, its cost is recognized in the carrying amount of the fixed assets as a replacement if the recognition criteria are satisfied, all other repair and maintenance costs are recognized in the statement of profit or loss as incurred.

3. Significant accounting policies (continued)

c. Depreciation

Depreciation is determined based on the fixed assets less salvage value as residual value at the end of estimated useful life

The Salvage value of asset is the net amount currently expected to be obtained as a result of Disposal, if it is in the expected condition at the end of its useful life.

The depreciation amount is carried on the income statement according to the straight-line method by the useful life estimated to each kind of fixed assets except land that not depreciated, the depreciation of fixed assets is depreciated according to the following rates: -

Asset	Depreciation Rate
Building, facilities, decoration and structures	5%
Computers	50%
Other assets	25%

3-2 Leases contracts

The Group has applied EAS 49 using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under EAS 20. The details of accounting policies under EAS 20 are disclosed separately.

a. Policy applicable from 1 January 2021

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a Year of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group uses the definition of a lease in EAS 49. This policy is applied to contract entered in to, or after 1 Jan 2021.

b. As a lessee

At commencement or on modification of a contract that contains a lease component, the Group allocates the consideration in the contract to each lease component on the basis of its relative stand-alone prices. However, for the leases of property the Group has elected not to separate non-lease components and account for the lease and non-lease components as a single lease component right of use asset.

c. Right of use asset

The Group recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

d. Amortization of right of use asset

Amortization of right of use asset the right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term, unless the lease transfers ownership of the underlying asset to the Group by the end of the lease term or the cost of the right-of-use asset reflects that the Group will exercise a purchase option. In that case the right-of-use asset will be depreciated over the useful life of the underlying asset, which is determined on the same basis as those of property and equipment. In addition, the right-of-use asset is Yearly reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

3. Significant accounting policies (continued)

e. Lease contracts liability

The lease liability lease contract liability is initially measured at the present value of the lease payments that are not paid at the commencement date
Discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.
The Group determines its incremental borrowing rate by obtaining interest rates from various external financing sources and makes certain adjustments to reflect the terms of the lease and type of the asset leased. Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments.

- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.

- amounts expected to be payable under a residual value guarantee.

- the exercise price under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal Year if the Group is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Group is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, if the Group changes its assessment of whether it will exercise a purchase, extension or termination option or if there is a revised in-substance fixed lease payment. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero. The Group presents right-of-use assets that do not meet the definition of investment property in 'property, plant and equipment' and lease liabilities in 'loans and borrowings' in the statement of financial position.

f. Short-term leases and leases of low-value assets

The Group has elected not to recognize right-of-use assets and lease liabilities for leases of low – value assets and short-term leases, including IT equipment. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

3-3 Investment property

The Investment property are the real estate values that have been obtained for the purpose of resale or for rent, or both, and are not for sale within the normal activity of the company. The initial record of these investments are done using the cost method - the acquisition cost - or at the date of exchange to be re-measured by removing the impairment of those investments at the end of the financial Year, taking into account the active market conditions of these properties with the change included in the recoverable amount of the acquisition cost of these investments in the income statement. In the event of a rise in its recoverable amount it is added to the same item and within the limits already recognized on the income statement's previous financial Years and do not include any of these real estate investments and properties held either only for the purpose of the subsequent act in the near future or for development or resale within the normal activity of the company.

The real estate investments are recorded at historical cost net of accumulated depreciation and impairment, if any, and are depreciated using straight line method and according to estimated useful life of each asset in accordance with the following: -

Asset	Useful Life
Building (Commercial shops, renovation, and decoration)	20 years

3-4 Projects under construction

The cost of the purchase, construction, and installation of fixed assets are recorded under this item until those assets are ready for use, after which, those amounts are transferred to fixed assets.

3. Significant accounting policies (continued)

3-5 Investments in associates

An associate is an entity over which the Group has significant influence that is not control or joint control. Significant influence exists where the Company holds voting rights of 20% to 50% in an entity.

Acquisitions of Associates are accounted for using the purchase method; goodwill arising on acquisition of an associate, if any, is not presented separately, but is rather included within the carrying amount of the investment. Investments in associates are accounted for subsequently in the consolidated financial statements using the equity method.

According to the equity method, an investment in an associate is initially recognized in the statement of financial position at cost and is subsequently adjusted to recognize the Group's share in profit or loss, and other changes in the net assets, of the associate.

3-6 Investments at fair value through other comprehensive income

These assets are initially measured at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses and foreign currency differences on debt instruments, are recognized in other comprehensive Income and accumulated in the fair value reserve. When these assets are de-recognized, the accumulated gain or losses in equity is reclassified as profit or losses – if the Company cannot define at fair value, it can be stated at cost less impairment.

3-7 Investments at fair value through profit or loss

This category includes financial assets held for trading.
A financial instrument is classified as an instrument held for trading if it is primarily acquired for the purpose of the sale in the short term or if it represents a part of a portfolio of specific financial instruments that are managed together and there is evidence of recent actual transactions that resulted in short-term profit taking. Instrument.

3-8 Inventory

A. **Telecommunications sector**

The inventory is stated at the lower of cost or net realizable value. The cost of inventory is based on "first-in first-out" principal.

B. **Automotive and tractors sector**

Inventory is evaluated and the sold units are priced at the actual cost till the end of the sales transaction where a cost center for each unit is made.

C. **Consumer Electronics**

The inventories are stated at the lower of the cost or net realizable value. The cost of issued inventory is based on the "weighted average method".

3-9 Revenue

- **Sales**

Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume discounts. Revenue is recognized when the significant risks and rewards of ownership have been transferred to the buyer, and in the presence of sufficient expectation for the flow of economic benefits with the sales transaction and when the company doesn't have the right for continuous managerial control over the goods when the buyer receives them, and in case of exportation the risks and rewards of the ownership of the sold goods are transferred according to the freight conditions where revenues are usually recognized when the goods are exportation.

- **Credit Interest**

Credit interest revenues are recognized on the basis of time ratio taking into consideration the rate of return on the original value.

3. Significant accounting policies (continued)

3-10 .Expected Credit Loss

- The company has two types of financial assets that are subject to the expected credit losses model according to this methodology:-

  a. Customer balances and notes receivables generated from services to customers
  b. Contract principles related to the company's contracts with customers

- The company applies the simplified approach to the impairment of financial assets in accordance with the Egyptian Accounting Standard No. (47) Financial Instruments in order to measure expected credit losses, which uses a provision for expected credit losses over the life time of all customer balances and contract assets with customers
- To calculate the ECL, we depended on the customer and contract assets with customers balances as a group based on common credit risk characteristics and the number of days past due. Where the assets of the contract with the customer relate to the work in progress that has not been invoiced and has the same risk characteristics as customer balances for the same types of contracts Accordingly, the company concluded that the expected credit loss rates for customer balances are a reasonable approximation of the expected credit loss rates for the assets of contracts with customers
- ECL rates depended on analyzes of sales payments over the 36 months before June 30, 2023 and the corresponding historical credit losses incurred during this Year.
- The default rate calculated through this approach and used to calculate ECL is the company's historical default rates for each level of number of days past due by the company's customers, which is depended on sales payment analyzes over the 36 months before June 30, 2023 and the corresponding historical credit losses that have been incurred during this period..
- In order to determine losses related to customer balances, notes receivables, and contract assets, the minimum allowable loss in case of failure (Loss Given Default) for each balance at risk is 100% due to the lack of any guarantee with the company.

- The amount that the debtor owes to the company at the time of the failure to pay is known as the balance exposed to failure (Exposure at Default), and the clearing is recognized in the statement of financial position between the balance of the debiting customer and the balance of the same crediting customer, the balance exposed to failure· is determined as the unpaid balance on the date of the report, including any interest accrued till the date of the report.

- Egyptian Accounting Standard No. (47) Requires that the purpose of estimating ECL is not a worst-case scenario or a best-case scenario estimate. Instead, the ECL estimate should always reflect the probability that credit losses will occur, even if the most likely outcome is no credit losses. Therefore, the company applies macroeconomic scenarios to expected credit losses, where historical loss rates are adjusted to reflect current and future information about macroeconomic factors that affect the ability of customers to settle outstanding debt balances. The company has determined that the gross domestic product and the current account balance as a percentage of the gross domestic product and the annual change in the rate of inflation "average consumer prices" in the Arab Republic of Egypt, which is the country are sale the goods and the services so these indicators are the most relevant factors and thus adjust the loss rates historical based on expected changes in these factors.

3-11 Provisions

A provision is recognized when the Company has legal or constructive obligation as a result of past events, and it is probable that an outflow of economic benefits will be required to settle these obligations with the ability to make reliable estimate for these obligations. Provisions are reviewed at the date of preparing the financial statements and adjusted when necessary to show its best estimate.

3. Significant accounting policies (continued)

3-12 Taxes

A. Income Tax

Income tax is a tax on the Company's profit and is calculated according to the relevant laws, regulations, and instructions that are currently being implemented in this regard while using the prevailing income tax at the date of preparing the balance sheet. The tax on income should be reflected in the income statement.

B. Deferred taxes

Deferred tax occurs to reflect the existence of some temporary differences due to the difference in time frames when the current value of assets and liabilities are recognized between the prevailing taxation principles and accounting principles that are adhered to when preparing the financial statements.
The deferred tax is determined according to the prevailing method used to settle the present value of assets and liabilities. It should be taken into account that the deferred tax maybe considered an asset of the company if there is a possibility that it may be used to reduce the accrued tax profits of the company for future years, and the amount of the deferred tax considered as an asset of the company is reduced by the amount that may not be off-set against future taxes.

3-13 Receivables, notes receivable, debtors and other debit balance and advances to suppliers

Receivables, note receivable, debtors and other debit balance and advances to suppliers are recorded by face value net of impairment

3-14 Related Parties Transactions

Transactions with related parties are recorded in the same way as in normal course of business according to the conditions stated by the company's management and on the same basis as transactions with others.

3-15 Treasury Shares

The company purchased its shares at par value and classified these shares as treasury shares deducted from the total share of owner's equity.

3-16 Legal reserve

According to the company's articles of association, the company shall transfer 5% of the yearly net profit to the legal reserves account in the shareholders' equity up to when the legal reserve balance is equal to 50% of the company's paid up capital, in the event the said reserve falls below 50%, transfer is resumed.

3-17 Employee's pension system

The company is regularly paying its share in the social insurance funds according to the Social Insurance Act No. 79 of in 1975 as amended, and is recognized as wage and salary expense in the income statement according to the accrual basis

3-18 The Contingent Liabilities and Commitments

Contingent liabilities and commitments of which the company is part of as well as out off-balance sheet do not represent actual assets or liabilities at the date of financial statements.

3-19 Dividends distribution

Dividends are recognized as an obligation in the Year which the declarations of distributions are made.

3-20 Cash Flow Statement

The cash flow statement is prepared according to the indirect method.

3-21 Cash and cash equivalent

For Purpose of prepared the cash flow statement Cash and cash equivalent include cash on hand and at banks, and time deposits and render guarantees

3. Significant accounting policies (continued)

3-22 Comparative Figures

The comparative figures are reclassified when necessary to comply with current figures.

3-23 Earnings per share

Earnings per share is calculated by dividing the company's profits by the number of ordinary shares of the company by the weighted average of the number of shares during the year

3-24 Operating Segments

The segment is a group of related assets and operations that have risks and benefits differs from those associated with other segments or within single economic environment by specific risks and benefits other than associated with segment in a different economic environment.

The group has (4) operating segments in which financial reports are reported to senior management, these reports present various products and services and are managed separately because they require different technology and Marketing strategies

The following is statement of the operations for each sector to which reports are issued

Segment report	Process
Consumer Electronics activity	Trade in Consumer Electronics
Telecommunication activity	Serving telecommunications and mobile networking services
Automotive activity	Trade in Automotive
Tractors activity	Trade in Tractors

3-25 Capital management

- The Board of Director's policy is to maintain a strong capital base to maintain investors, creditors and market confidence and to sustain future development of the business.
- The board of directors aims to make a balance between the highest interest rates which can be attained with the high rates of borrowings and the benefits & received guarantees through maintain a healthy capital structure.

3-26 Fair value of financial instruments

The financial instruments is represented in the company's financial assets and liabilities and the financial assets include the account receivables, notes receivables and other debt balances and cash on hand and at bank also the financial liabilities include customers Advance payments, contractors, accounts and notes payable and other credit balances. According to the basis of evaluation followed in evaluating the company's assets and liabilities which is present in the disclosure footnotes of the financial statements, the fair value of the financial instruments don't differ significantly from its book value at the date of the preparation of the financial statements.

3-27 Financial instruments and risk management related

The company's financial instruments are balances of bank accounts, cash on hand and at banks, Receivables & Notes Receivables, Debtors & other debit balances, suppliers, creditors and other credit balances. The following are the most significant risks related to the financial instruments and the procedures taken by the company to minimize the effect of such risks:

a. Credit risk

This risk is represented in the disability of clients to pay their outstanding liabilities, this risk is considered limited as the clients have a solid credit history.

3-27 Financial instruments and risk management related (continued)

b. Liquidity risk

The liquidity risk is charectarized by factors that impact the repayment of part or all of the company's commitments. According to the company's policy the suitable policies are taken to decrease the level of risk to a minimum.

c. Interest rate risk

Interest rate risk is represented in the change in value of financial instrument due to the fluctuation of the market interest rates. This risk is considered limited based on the company's dependance on financing needed for operations.

d. Foreign currency risk

The foreign currency risk is the fluctuation of currency exchange rates since that affect the company's receivables and payables balance in foreign currency also asset and liability evaluation in foreign currency. Also as it is indicated in note (3.1) the assets and liabilities in foreign currency are evaluated using the official rate in the date of financial statements.

4- Fixed Assets

Translation from Arabic

June 30, 2026	Land	Buildings and constructions	Machinery and Equipments	Vehicles	Furniture and Fixtures	Computers and Systems	Elevators and air conditioners	Decorations and Fixtures	Improvements in leased assets	Total
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Cost as of Jan 1, 2026	18 966 600	41 498 785	56 712 764	52 179 841	41 417 595	46 102 824	21 790 044	95 234 071	40 108 870	414 011 394
Additions during the period	--	--	4 855 798	1 260 688	23 298 392	4 346 778	4 205 180	31 844 689	10 160 777	79 972 302
Disposals of the period	--	--	--	(300 000)	(1 925)	--	--	--	(35 065)	(336 990)
Balance as of June 30, 2026	18 966 600	41 498 785	61 568 562	53 140 529	64 714 062	50 449 602	25 995 224	127 078 760	50 234 582	493 646 706
Accumulated depreciation as of Jan 1, 2026	--	18 283 063	43 948 745	37 938 269	31 591 535	35 902 457	12 454 394	19 593 224	17 366 819	217 078 506
Depreciation of the period	--	641 786	2 948 667	2 761 435	3 990 443	3 625 879	1 946 372	2 958 934	3 641 646	22 515 162
Depreciation of disposals of the period	--	--	--	(300 000)	(746)	--	--	--	(28 035)	(328 781)
Accumulated depreciation as of June 30,2026	--	18 924 849	46 897 412	40 399 704	35 581 232	39 528 336	14 400 766	22 552 158	20 980 430	239 264 887
Net book value as of June 30, 2026	18 966 600	22 573 936	14 671 150	12 740 825	29 132 830	10 921 266	11 594 458	104 526 602	29 254 152	254 381 819

*During the period 2026, the amount transferred from Projects Under Construction to Fixed Assets reached 56 532 112 EGP.

* This figure Comprised of 164 032 847 EGP which is the book value of fully depreciated assets that are still in use .

	6/30/2026
	EGP
Machinery and Equipments	35 698 518
Vehicles	29 000 724
Furniture and Fixtures	26 778 965
Decorations and Fixtures	2 429 352
Buildings and constructions	15 827 323
Elevators and air conditioners	8 972 717
Computers and Systems	31 183 597
Improvements in leased assets	14 141 651
	164 032 847

4- Fixed Assets (continued)

Translation from Arabic

December 31 , 2025	Land	Buildings and constructions	Machinery and Equipments	Vehicles	Furniture and Fixtures	Computers and Systems	Elevators and air conditioners	Decorations and Fixtures	Improvements in leased assets	Total
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
Cost as of Jan 1, 2025	18 966 600	38 990 141	47 812 205	45 692 421	37 011 290	36 629 497	12 804 634	68 276 113	21 273 384	327 456 285
Additions during the year	--	2 508 644	8 900 559	6 839 570	4 443 223	9 473 327	8 987 941	26 957 958	18 835 486	86 946 708
Adjustments during the year	--	--	--	--	(36 918)	--	--	--	--	(36 918)
Disposals of the year	--	--	--	(352 150)	--	--	(2 531)	--	--	(354 681)
Balance as of December 31, 2025	18 966 600	41 498 785	56 712 764	52 179 841	41 417 595	46 102 824	21 790 044	95 234 071	40 108 870	414 011 394
Accumulated depreciation as of Jan 1, 2025	--	17 105 672	38 598 267	32 823 454	28 233 514	30 337 487	9 877 958	15 445 330	13 276 925	185 698 607
Depreciation of the year	--	1 177 391	5 350 478	5 450 657	3 394 939	5 564 970	2 576 541	4 147 894	4 089 894	31 752 764
Adjustments during the year	--	--	--	--	(36 918)	--	--	--	--	(36 918)
Depreciation of disposals of the year	--	--	--	(335 842)	--	--	(105)	--	--	(335 947)
Accumulated depreciation as of December 31, 2025	--	18 283 063	43 948 745	37 938 269	31 591 535	35 902 457	12 454 394	19 593 224	17 366 819	217 078 506
Net book value as of December 31, 2025	18 966 600	23 215 722	12 764 019	14 241 572	9 826 060	10 200 367	9 335 650	75 640 847	22 742 051	196 932 888

*During the year 2025, the amount transferred from Projects Under Construction to Fixed Assets reached EGP 10,130,791, distributed as follows: EGP 1,738,652 for Buildings and Constructions, and EGP 8,392,160 for Decorations and Fittings.

* This figure Comprised of 142 250 734 L.E which is the book value of fully depreciated assets that are still in use .

	31/12/2025
	EGP
Machinery and Equipments	30 122 803
Vehicles	25 672 023
Furniture and Fixtures	23 230 664
Decorations and Fixtures	1 551 286
Buildings and constructions	15 827 323
Elevators and air conditioners	8 171 210
Computers and Systems	27 270 480
Improvements in leased assets	10 404 945
	142 250 734

Translation from Arabic

5. Right of use assets

The following is a statement of the balances of operating lease contracts and related engagements on June 30, 2026 that resulted from the application of Egyptian Accounting Standard No. (49) Operating lease contract

a) Right of use assets	Buildings	Total
	EGP	EGP
Cost as of January 1, 2026	231 896 765	231 896 765
Addition during the period	28 569 727	28 569 727
Balance as of June 30, 2026	260 466 492	260 466 492
Accumulated amortization as of January 1, 2026	103 594 137	103 594 137
Amortization of the period	18 761 916	18 761 916
Accumulated amortization as of June 30, 2026	122 356 053	122 356 053
Net book value in June 30, 2026	138 110 439	138 110 439
Net book value in Dec 31, 2025	128 302 628	128 302 628

b) Operating lease liability	30/6/2026	31/12/2025
	EGP	EGP
Short term	33 843 836	37 199 493
Long term	137 002 927	116 604 959
	170 846 763	153 804 452

6. Investment property

	El Mohandeseen Showroom	El Obour Showroom	Total
	EGP	EGP	EGP
Cost as of January 1, 2026	9 400 498	1	9 400 499
Balance as of June 30, 2026	9 400 498	1	9 400 499
Accumulated depreciation as of January 1, 2026	9 400 497	--	9 400 497
Accumulated depreciation for the period June 30, 2026	9 400 497	--	9 400 497
Net book value as of June 30, 2026	1	1	2
Net book value as of December 31, 2025	1	1	2
Net Fair value as of June 30, 2026	71 898 412	48 238 393	120 136 805

7. Projects under construction

	31/12/2025	Additions during the Period	Transferred to fixed assets	30/6/2026
	EGP	EGP	EGP	EGP
Administrative Capital Land	133 460 196	--	--	133 460 196
Abo Rawash Buildings	5 903 681	--	620 000	6 523 681
10th of Ramadan Buildings	976 143	--	--	976 143
Maserati Showroom Preparation	28 863 459	(28 863 459)	--	--
Lamborghini Showroom Preparation	27 668 653	(27 668 653)	--	--
Equipment	285 033	--	--	285 033
	197 157 165	(56 532 112)	620 000	141 245 053

8. Investments in associates

	31/12/2025	Adjustments of retained earnings	Foreign currency translation reserve	Gains / (loss) for the Period through profit or loss	30/6/2026
	EGP	EGP	EGP	EGP	EGP
Basata International Holding LTD**	652 085 216	(7 154 830)	363 882	26 664 297	671 958 565
Basata Financial Holding	392 386 317	--	--	(3 964 399)	388 421 919
BPE Capital limited company *	14 000 000	--	--	--	14 000 000
Modern technology services company	8 554 808	--	--	(5 821)	8 548 987
Tamweel for General Trade	7 934 777	--	--	66 634	8 001 411
Application & Payment Systems Development company	13 638 440	(616 963)	--	(2 871 248)	10 150 229
B Pharma Holding	319 684 142	--	--	26 951 028	346 635 169
	1 408 283 700	**(7 771 793)**	**363 882**	**46 840 491**	**1 447 716 280**

* The company did not start its activity and has not yet issued financial statement

9. Inventory

	30/6/2026	31/12/2025
	EGP	EGP
inventory for Sale	2 132 099 281	1 958 255 402
Spare Parts	222 546 551	231 522 873
Goods in transit	--	90 007 965
	2 354 645 832	**2 279 786 240**
(Less)		
Impairment of inventory Loss	(18 882 385)	(20 862 385)
	2 335 763 447	**2 258 923 855**

10. Receivables & Notes Receivables

	30/6/2026	31/12/2025
	EGP	EGP
Accounts Receivables	1 986 540 880	1 394 399 973
Notes Receivable	110 428 038	142 676 079
Notes receivable on collection	12 521 555	15 157 154
	2 109 490 473	**1 552 233 206**
(Less)		
Expected credit losses	(61 686 368)	(61 686 368)
	2 047 804 105	**1 490 546 838**

11. Related Parties Transactions

a. Due from related parties

	Nature of the relation	Type	30/6/2026	31/12/2025
			EGP	EGP
Mediterranean industrial company	Non-current assets held for sale	Current account	4 054 150	4 046 130
Modern technology services company	Associates	Current account	3 184 050	3 184 050
			7 238 200	**7 230 180**
(Less)				
Expected credit losses			(105 698)	(105 698)
			7 132 502	**7 124 482**

b. Due to related parties

	Nature of the relation	Type	30/6/2026	31/12/2025
			EGP	EGP
BPE Capital limited company	Associates	Current account	10 344 800	10 344 800
Tamweel for General Trade	Associates	Current account	4 804 549	4 987 246
			15 149 349	**15 332 046**

12. Debtors and other debit balances

	30/6/2026	31/12/2025
	EGP	EGP
Staff loan	9 886 491	8 449 492
Withholding tax	14 892 427	38 007 665
Tax Authority – Treasury bill taxes	28 113 739	21 994 472
Tax Authority – VAT	197 525 389	229 934 611
Vodafone company	37 425 891	31 396 355
Insurance Due to Others	10 412 928	9 561 036
Custom authority	275 601	850 882
Bee Smart Payment solutions company	128 284	224 411
Application & Payment Systems Development Company	--	633
Prepaid expenses	31 019 699	23 156 438
Other debit balances	46 408 088	38 227 005
	376 088 537	**401 803 000**
(Less)		
Expected credit losses	(6 864 193)	(6 864 193)
	369 224 344	**394 938 807**

13. Non-current assets held for sale

	30/6/2026	31/12/2025
	EGP	EGP
Mediterranean Industrial company	5 982 797	5 982 797
Impairment In non-current assets held for sale	(5 982 797)	(5 982 797)
	--	--

During 2020, 2 475 shares were purchased of the investments in Mediterranean Industrial company, so that increase in the share from 49.60% to 99.10%. And based on the extraordinary general assembly meeting of the Mediterranean Industrial Company, held on November 25, 2020, was decided to liquidate the company and re-classify the investment to appear within non-current assets held for the purpose of sale and has been registered in the commercial register on 24 May 2021.

14. Investments at fair value through profit or loss

	30/6/2026	31/12/2025
	EGP	EGP
Investments in portfolios managed by others	20 394 805	19 446 465
	20 394 805	**19 446 465**

15. Financial Investments at Amortized Cost

	30/6/2026	31/12/2025
	EGP	EGP
Treasury Bills at Face Value	645 400 000	469 525 000
(LESS)		
Unearned Revenues	(10 452 765)	(16 382 190)
	634 947 235	**453 142 810**

16. Cash on hand and at banks

	30/6/2026	31/12/2025
	EGP	EGP
Current Account at banks	599 925 439	453 194 285
Cash on Hand	47 605 076	10 401 076
	647 530 515	**463 595 361**

Translation from Arabic

17. Issued and Paid-up Capital

- The authorized capital of the company was determined to be 100 000 000 L.E and the issued capital was determined on the date of establishment to be 21 000 000 LE, distributed over 210 000 shares at a par value of 100 LE and a paid-up capital of 5 250 000 LE and has been registered in the commercial register on January 3, 1996.
- According to the decision of the extraordinary general assembly held on April 30, 1997 the amount of the authorized capital was increased from 100 000 000 LE to 150 000 000 LE and the issued and fully paid-up-capital amounted to 36 900 000 L.E distributed over 369 000 shares at a par value of 100 L.E. per share and has been registered in the commercial register on August 14, 1997.
- According to the decision of the extraordinary general assembly held on July 10, 2003, the par value of the share was split from 100 L.E. per share to 10 L.E. per share, resulting in a paid up capital of 36 900 000 distributed on 3 690 000 shares at a par value of L.E. 10 per share.
- According to the decision of the board of directors meeting held on May 18, 2006, the issued and paid up capital was increased from 36 900 000 L.E. to L.E 60 000 000 distributed over 6 000 000 shares at a par value of 10 L.E. per share and has been registered in the commercial register no. 555 on May 29, 2006.
- According to the decision of the board of directors meeting held on March 3, 2007, the issued and paid up capital was increase from 60 000 000 L.E. to 90 000 000 L.E distributed over 9 000 000 shares at a par value of 10 L.E. per share and has been registered in the commercial register no. 531 on April 22 , 2007
- According to the decision of the board of directors meeting held on December 10, 2007, the issued and paid up capital was increased from 90 000 000 L.E. to 120 000 000 L.E distributed over 12 000 000 shares at a par value of 10 L.E. per share and has been registered in the commercial register no. 1767 on December 23,2007.
- According to the decision of the board of directors meeting held on December 13, 2008, the issued and paid up capital was increased from 150 000 000 L.E to 500 000 000 L.E and has been registered in the commercial register no. 627 on April 21, 2008.
- The company then increased its issued and paid capital from 120 000 000 L.E. to 180 000 000 L.E and has been registered in the commercial register no. 1887 on December 21, 2008.
- According to the decision of the board of directors meeting held on May 12 2010, the issued and paid up capital was increased from 180 000 000 L.E. to 198 000 000 L.E million distributed over 19 800 000 shares with a par value of L.E.10 per share and has been registered in the commercial register no. 1167 on May 25, 2010
- According to the decision of the extraordinary general assembly held on September 27, 2014 the issued and paid up capital was increased from 198 000 000 L.E. to 264 000 000 L.E deducted from the general reserve amounted to 66 000 000 LE which was distributed over 26 400 000 shares with a par value of 10 L.E. per share and has been registered in the commercial register on March 16, 2015.
- According to the decision of the extraordinary general assembly held on June 18, 2015 the issued and paid up capital was increased from 264 000 000 L.E. to 396 000 000 L.E deducted from the general reserve using a total of 132 000 000 L.E. which was ultimately distributed over 39 600 000 shares at a par value of 10 L.E. per share and has been registered in the commercial register on October 25, 2015.

17. Issued and Paid-up Capital (continued)

- According to the decision of the extraordinary general assembly held on April 4, 2016 the company split the par value of shares, from 10 L.E. per share to 1 L.E. per share distributed over 396 000 000 shares at a par value of 1 L.E. per share, and increase the authorized capital form 500 000 000 L.E. to 1 000 000 000 L.E and has been registered in the commercial register on June 9, 2016.

- According to the decision of the extraordinary general assembly held on 24 October 2016, the valuation report was approved for issuance to GAFI in order to split the company into two Consolidated entities, MM Group for Industry and International Trade (splitting) and MTI for Real Estate Investment (splitter) with an issued capital of 245 520 000 LE distributed over 396 000 000 shares at a par value of .62 LE and has been registered in the commercial register on December 29, 2016.

- According to the decision of the extraordinary general assembly held on May 24, 2018 the issued and paid up capital was increased from 245 520 000 L.E. to 306 900 000 L.E from the Retained earnings using a 61 380 000 L.E. which was ultimately distributed across 495 000 000 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on July 10, 2018.

- According to the decision of the extraordinary general assembly held on April 15, 2019 the issued and paid up capital was increased from 306 900 000 L.E. to 383 625 000 L.E from the Retained earnings using a 76 725 000 L.E. which was ultimately distributed across 618 750 000 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on May 22, 2019. .

- According to the decision of the extraordinary general assembly held on April 11, 2020 the issued and paid up capital was increased from 383 625 000 L.E. to 479 531 250 L.E. which was ultimately distributed across 773 437 500 shares with increase of 95 906 250 L.E. are distributed across 154 687 500 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on July 5,2020.

- According to the decision of the extraordinary general assembly held on April 24, 2021 the issued and paid up capital was increased from 479 531 250 L.E. to 599 414 063 L.E. which was ultimately distributed across 966 796 875 shares with increase of 119 882 813 L.E. are distributed across 193 359 375 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on June 13,2021.

- According to the decision of the extraordinary general assembly held on May 6, 2023 the issued and paid up capital was increased from 599 414 063 L.E. to 749 267 578 L.E. which was ultimately distributed across 1 208 496 094 shares with increase of 149 853 515 L.E. are distributed across 241 699 219 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on July 16,2023.

- According to the decision of the extraordinary general assembly held on May 11, 2024 the issued and paid up capital was increased from 749 267 578 L.E. to 936 584 473 L.E. which was ultimately distributed across 1 510 620 118 shares with increase of 187 316 895 L.E. are distributed across 302 124 024 shares at a par value of 0.62 L.E. per share and has been registered in the commercial register on July 8,2024.

- Based on the resolution of the Extraordinary General Assembly held on June 21, 2025, the issued and paid-up capital was increased from EGP 936,584,473 to EGP 1,170,730,592, distributed among 1,888,275,148 shares, an increase of EGP 234,146,119, by issuing 377,655,030 shares with a nominal value of EGP 0.62 per share. This was recorded in the Commercial Register on August 19, 2025, distributed as follows:

Name	No. of shares	Par Value in EGP	Ownership Percentage %
Mohamed Gamal El-Deen Mohamed Mahmoud	173 505 066	107 573 141	9.19%
Hany Gamal El-Deen Mohamed Mahmoud	191 351 503	118 637 932	10.13%
Khaled Gamal El-Deen Mohamed Mahmoud	192 272 750	119 209 105	10.18%
Amr Salah El-Deen Mohamed Mahmoud	182 564 285	113 189 857	9.67%
Salah EL-Deen Amr Salah El-Deen Mohamed Mahmoud	26 080 665	16 170 012	1.38%
Shereen Amin Mohamed Mahmoud	22 614 990	14 021 294	1.20%
Mervat Amin Mohamed Mahmoud	10 208 205	6 329 087	0.54%
Rasha Amin Mohamed Mahmoud	95 234 012	59 045 087	5.04%
Rania Amin Mohamed Mahmoud	95 233 985	59 045 071	5.04%
Other contributors	899 209 687	557 510 006	47.62%
	1 888 275 148	**1 170 730 592**	**100%**

Translation from Arabic

18. Treasury Shares reserve

The company sold treasury shares amounted to 16 863 883 EGP for a number of 2 549 300 shares with a cost of 8 531 364 EGP in accordance with the decision of the board of directors meeting held on July 17, 2023, which made a treasury shares reserve amounted to 8 332 519 EGP.

19. Non-Controlling shareholder's interests

	30/6/2026	31/12/2025
	EGP	EGP
Kanawat for commercial and distribution	220 780 730	193 145 937
MM for import and export	19 339	19 807
	220 800 069	**193 165 744**

20. Provisions

	30/6/2026	31/12/2025
	EGP	EGP
Beginning Balance during the Period / year	36 479 447	30 343 234
Provision during the Period / year	17 182 533	8 161 878
Utilized during the Period / year	--	(2 000 000)
Forex exchange	14 262	(25 665)
Ending balance for the Period / year	**53 676 242**	**36 479 447**

21. Suppliers and Notes Payables

	30/6/2026	31/12/2025
	EGP	EGP
Suppliers	2 511 898 858	1 774 455 464
Notes Payable	118 533 582	37 998 591
	2 630 432 440	**1 812 454 055**

22. Creditors and other credit balances

	30/6/2026	31/12/2025
	EGP	EGP
Tax authority	15 291 068	12 716 445
Ministry of Health – Takaful contribution for health insurance	28 537 625	49 265 648
Accrued Expenses	57 220 231	37 892 040
Tax authority – VAT	19 637 353	--
Social Insurance	2 516 875	1 514 917
Insurance from others	--	127 000
Dividend Creditors	330 795 506	29 474 220
Tax authority – Withholding Tax	4 264 767	5 449 638
Other credit balances	37 176 442	21 527 717
	495 439 867	**157 967 625**

23. Accrued income tax

a) income tax

	30/6/2026	31/12/2025
	EGP	EGP
Beginning balance for the Period / year	225 076 019	229 619 459
Income tax expense	175 731 974	348 657 622
Payment for tax authority	(225 381 787)	(229 619 459)
Accrued revenue on advanced payments to tax authority	--	(8 016 976)
Tax in advance	(51 914 499)	(115 564 627)
	123 511 707	**225 076 019**

b) Adjustments to calculate effective income tax rate

	30/6/2026	31/12/2025
	EGP	EGP
Net profit before tax	829 023 076	1 639 083 992
Income tax rate	**%22.5**	**22.5%**
Total calculated income tax	**186 530 192**	**368 793 898**
Total actual income tax	175 731 974	348 657 622
Actual income tax rate	**%21.2**	**21.3%**

24. Net sales

	For the six months ended 30/6/2026	For the six months ended 30/6/2025	For the three months ended 30/6/2026	For the three months ended 30/6/2025
	EGP	EGP	EGP	EGP
Consumer Electronics activity	10 751 106 148	8 838 914 881	4 984 965 136	4 406 331 625
Telecommunication activity	192 527 352	143 647 573	101 620 069	74 797 266
Automotive activity	1 762 267 511	2 056 883 282	906 265 067	1 151 242 247
Tractors activity	13 359 898	26 451 098	4 293 570	18 004 703
	12 719 260 909	**11 065 896 834**	**5 997 143 842**	**5 650 375 841**

25. Cost of Sales

	For the six months ended 30/6/2026	For the six months ended 30/6/2025	For the three months ended 30/6/2026	For the three months ended 30/6/2025
	EGP	EGP	EGP	EGP
Consumer Electronics activity	10 071 473 631	8 287 719 267	4 654 907 403	4 137 113 987
Automotive activity	1 482 771 708	1 594 959 419	763 545 579	884 558 256
Tractors activity	6 408 251	15 847 132	1 996 753	11 068 314
	11 560 653 590	**9 898 525 818**	**5 420 449 735**	**5 032 740 557**

Translation from Arabic

26. Selling & Distributions Expenses

	For the six months ended 30/6/2026	For the six months ended 30/6/2025	For the three months ended 30/6/2026	For the three months ended 30/6/2025
	EGP	EGP	EGP	EGP
Salaries and Wages	204 871 690	155 529 084	102 097 335	76 618 534
Amortization and depreciation of assets	25 446 450	9 503 569	13 584 628	5 539 009
Marketing expenses	14 147 266	31 357 614	6 510 845	19 857 402
Training expenses	3 794 363	3 126 990	1 541 626	981 918
Other Expenses	109 541 372	115 428 763	56 486 615	58 546 471
	357 801 141	**314 946 020**	**180 221 049**	**161 543 334**

27. General & Administrative Expenses

	For the six months ended 30/6/2026	For the six months ended 30/6/2025	For the three months ended 30/6/2026	For the three months ended 30/6/2025
	EGP	EGP	EGP	EGP
Salaries and wages	38 825 178	35 018 088	19 365 208	16 668 410
Professional Fees	2 301 794	1 327 350	1 070 810	569 044
Transportation expenses	1 124 351	921 390	545 223	339 349
Other expenses	28 647 256	16 504 066	13 928 999	8 506 686
	70 898 579	**53 770 894**	**34 910 240**	**26 083 489**

28. Earnings per share (EGP / share)

	For the six months ended 30/6/2026	For the six months ended 30/6/2025	For the three months ended 30/6/2026	For the three months ended 30/6/2025
	EGP	EGP	EGP	EGP
Net profit for the period after tax	609 520 587	621 162 750	304 527 030	326 128 997
(Less)				
Employee profit share	57 904 456	59 010 461	28 930 068	30 982 255
Board of director profit share	49 508 310	53 109 415	24 735 208	27 884 029
Remaining profits	**502 107 822**	**509 042 874**	**250 861 754**	**267 262 713**
Weighted average of shares	1 888 275 148	1 888 275 148	1 888 275 148	1 888 275 148
Earnings per share (EGP/share) *	**0.27**	**0.26**	**0.13**	**0.14**

* According to Suggestion of the Board of Directors for the purpose to Calculate earnings per share.

Translation from Arabic

29. Operating segments

June 30, 2026	Consumer Electronics Activity	Telecommunication Activity	Automotive Activity	Tractors Activity	Other Activities	Total
	EGP	EGP	EGP	EGP	EGP	EGP
Net sales	10 751 106 148	192 527 352	1 762 267 511	13 359 898	--	**12 719 260 909**
Cost of sales	(10 071 473 632)	--	(1 482 771 708)	(6 408 250)	--	**(11 560 653 590)**
Gross profit	**679 632 516**	**192 527 352**	**279 495 803**	**6 951 648**	**--**	**1 158 607 319**
Other	(114 151 392)	(148 688 565)	(74 567 095)	(935 013)	(232 272)	**(338 574 637)**
Finance expenses	(14 759 478)	(166 847)	(6 757 539)	(48 988)	(7 361)	**(21 740213)**
Credit interest	30 290 165	--	(16 876 031)	--	17 316 473	**30 730 607**
Net profits for the period before taxes	**581 011 811**	**43 671 940**	**181 295 138**	**5 967 647**	**17 076 540**	**829 023 076**
(Less)						
Income tax	(125 038 617)	(9 934 483)	(41 780 913)	(1 350 775)	(3 864 617)	**(181 969 405)**
Deferred tax	(3 416 012)	(327 677)	(1 477 404)	(70 859)	(206 957)	**(5 498 909)**
Net profits for the period after taxes	**452 557 182**	**33 409 780**	**138 036 821**	**4 546 013**	**13 004 966**	**641 554 762**
Segment assets	**6 615 352 686**	137 299 145	2 182 649 666	24 397 064	27 716 487	**8 987 415 048**
Segment liabilities	**3 056 430 225**	20 181 218	357 886 209	13 438 666	259 722 595	**3 707 658 913**

Translation from Arabic

29. Operating segments (continued)

June 30, 2025	Consumer Electronics Activity	Telecommunication Activity	Automotive Activity	Tractors Activity	Other Activities	Total
	EGP	EGP	EGP	EGP	EGP	EGP
Net sales	8 838 914 881	143 647 573	2 056 883 282	26 451 098	--	**11 065 896 834**
Cost of sales	(8 287 719 267)	--	(1 594 959 419)	(15 847 132)	--	**(9 898 525 818)**
Gross profit	**551 195 614**	**143 647 573**	**461 923 863**	**10 603 966**	--	**1 167 371 016**
Other	(147 297 192)	(108 331 871)	(104 241 424)	(1 709 933)	(1 126 389)	**(362 706 809)**
Finance expenses	(20 307 786)	(120 020)	(7 876138)	(17 283)	(10 658)	**(28 331 885)**
Credit interest	20 254 105	7 029 364	798 418	--	19 791 995	47 873 882
Net profits for the Period before taxes	**403 844 741**	**42 225 046**	**350 604 719**	**8 876 750**	**18 654 948**	**824 206 204**
(Less)						
Income tax	(86 768 484)	(9 585 391)	(80 045 190)	(2 012 148)	(4 213 463)	**(182 624 676)**
Deferred tax	(446 270)	(686 167)	(2 903 982)	--	(4 890)	(4 041 309)
Net profits for the Period after taxes	**316 629 987**	**31 953 488**	**267 655 547**	**6 864 602**	**14 436 595**	**637 540 219**
Segment assets	5 120 596 693	101 002 838	2 378 479 146	38 244 514	32 621 779	**7 670 944 970**
Segment liabilities	2 610 704 790	35 495 942	664 176 089	3 203 004	338 144 949	**3 651 724 774**

Translation from Arabic

30. Contingent Liabilities

The letters of guarantee issued at the company's request by commercial banks in Egypt in favor of third parties as follows:

	June 30, 2026	
	EGP	USD
QNB ALAHLI	121 000 000	--
Al Ahli Bank of Kuwait	--	20 059
Kuwait Finance House Bank	387 993 800	--
CIB	861 250 000	--
Abu Dhabi Islamic Bank	7 025 000	
Suez Canal Bank	121 000 000	--
	1 498 268 800	**20 059**

31. Tax Status

The company is subject to law No. 159 for year 1981 and its executive regulations the tax status of the company is as follows;

1. **Corporate Tax**
   - Audited and settled with the Tax Authority up to December 31, 2019.
   - The company has been filing tax returns regularly and on time, and returns have been filed up to December 31, 2025.
   - "The years from 2020 to 2022 have been audited, and the settlement with the tax authority is currently underway
   - Audited, settled, and paid up to 2023.
   - Tax returns are being filed regularly and on time.
2. **VAT Tax**
   - Audited, settled, and paid up to 2023.
   - Tax returns are being filed regularly and on time.
3. **Stamp Tax**
   - Audited, assessed, and paid up to 2022.
4. **Withholding Tax**
   - Audited, settled, and paid up to December 31, 2023.
   - The company has been filing tax returns regularly and on time.
5. **Payroll Tax**
   - Examination, assessment, and payment completed up to 2022.
   - Withholding is paid monthly, and tax settlements are submitted to the tax office by the legal deadlines.

32. Significant Events

- On Thursday, February 12, 2026, the MPC of the Central Bank of Egypt decided to cut the key interest rates by 100 basis points. Accordingly, the overnight deposit and lending rates, as well as the rate of the Central Bank's main operation, were reduced to 19.0%, 20.0%, and 19.5%, respectively. The discount and credit rate was also reduced to reach 19.5%.
- specifically in late February 2026, direct military confrontations erupted between the United States of America and Iran. These events resulted in sharp fluctuations in global markets, including a significant increase in energy prices. The Company's management is currently assessing the potential impact of this conflict on its operations. Due to the instability of the situation and the rapid developments of events, it is currently not possible to determine accurately the financial impact on the financial statements of future periods. However, management is closely monitoring the situation in order to take the necessary measures to mitigate any potential risks.

33. Subsequent Events

- On Thursday, July 9, 2026, the Monetary Policy Committee (MPC) of the Central Bank of Egypt decided to maintain the key interest rates unchanged. Accordingly, the overnight deposit and lending rates, as well as the rate of the Central Bank's main operation, were maintained at 19.00%, 20.00%, and 19.50%, respectively. The discount and credit rate was also maintained at 19.50%. This decision reflects the Committee's assessment of the latest developments in inflation and its outlook since its previous meeting.

CEO and Managing Director
Khaled Gamal Mohamed Mahmoud

Head of the Financial Sector
Osama Fathy