

**EDITA FOOD INDUSTRIES S.A.E.**

**REVIEW REPORT AND  
CONDENSED SEPARATE INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS ENDED  
30 September 2024**

# **EDITA FOOD INDUSTRIES S.A.E.**

## **Condensed Separate Interim financial statements - For the nine months period ended 30 September 2024**

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**Review Report**

**To: The Board of Directors of Edita Food Industries Company - S.A.E**

**Introduction**

We have reviewed the accompanying condensed separate interim financial statements of Edita Food Industries - S.A.E comprised of the condensed separate interim statement of financial position as of September 30, 2024, and the related condensed separate interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the Nine-months then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of these condensed separate interim financial statements in accordance with the Egyptian Accounting Standard No. 30. Our responsibility is to express a conclusion on these condensed separate interim financial statements based on our review.

**Scope of Review**

We conducted our review in accordance with the Egyptian Standards on Review Engagements No. 2410, "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A review of condensed separate interim financial statements 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 the Egyptian 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 on these condensed separate interim financial statements.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed separate interim financial statements do not present fairly, in all material respects the interim financial position of Edita Food Industries - S.A.E as of September 30, 2024; and of its financial performance and its cash flows for the Nine-months then ended in accordance with Egyptian Accounting Standard No. 30 "Interim Financial Reporting".

Cairo, November 25, 2024

Kamel M. Saleh FCA  
F.E.S.A.A. (R.A.A. 8510)  
FRA Register No. "69"



**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed Separate interim statement of financial position as of 30 September 2024**

	Note	30-Sep-24 EGP	31-Dec-23 EGP
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment and projects under constructions	(3)	2 671 295 181	2 075 400 461
Intangible assets		186 716 240	179 713 137
Investments in subsidiaries	(4)	705 600 849	705 600 849
<b>Total non-current assets</b>		<b>3 563 612 270</b>	<b>2 960 714 447</b>
<b>Current assets</b>			
Inventories (net)	(5)	2 452 075 444	1 578 250 374
Debtors and other debit balances	(14)	681 198 756	446 660 282
Due from related parties		290 049 641	241 758 824
Treasury bills	(6)	670 821 833	346 432 739
Cash and bank balances	(7)	315 137 215	121 455 553
<b>Total current assets</b>		<b>4 409 282 889</b>	<b>2 734 557 772</b>
<b>Total assets</b>		<b>7 972 895 159</b>	<b>5 695 272 219</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Issued and Paid-up capital	(8)	140 002 731	140 002 731
Legal reserve	(9)	72 536 290	72 536 290
Retained earnings		3 434 718 336	2 721 626 520
<b>Total equity</b>		<b>3 647 257 357</b>	<b>2 934 165 541</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Borrowings	(10)	863 181 280	335 120 110
Deferred government grant	(10)	1 714 343	3 782 161
Employee benefit obligations		52 001 503	40 009 559
Deferred tax liabilities, net		219 348 576	200 088 020
<b>Total non-current liabilities</b>		<b>1 136 245 702</b>	<b>578 999 850</b>
<b>Current liabilities</b>			
Provisions	(11)	92 836 361	74 930 176
Bank overdraft	(12)	803 449 555	562 647 724
Trade and notes Payables		1 128 303 772	792 471 975
Creditors Other Credit balances	(19)	372 551 336	212 421 311
Due to related parties	(15)	482 600 448	48 181 658
Borrowings	(10)	115 217 479	210 892 484
Deferred government grant - Current portion	(10)	2 428 144	3 003 960
Current income tax liabilities		192 005 005	277 557 540
<b>Total current liabilities</b>		<b>3 189 392 100</b>	<b>2 182 106 828</b>
<b>Total liabilities</b>		<b>4 325 637 802</b>	<b>2 761 106 678</b>
<b>Total equity and liabilities</b>		<b>7 972 895 159</b>	<b>5 695 272 219</b>

- The accompanying notes form an integral part of these condensed separate Interim financial statements.

Mr. Sameh Naguib  
Chief Financial Officer

Eng. Hani Berzi  
Chairman

- Review report attached



**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed Separate interim statement of profit or loss**  
**For the nine months ended 30 September 2024**

	Note	The nine months period ended		The three months period ended	
		30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23
		EGP	EGP	EGP	EGP
Revenue	(17)	9 598 165 526	7 124 061 098	3 163 801 109	2 606 747 364
Cost of sales	(18)	(7 314 300 875)	(5 244 122 637)	(2 367 403 062)	(1 883 370 506)
<b>Gross profit</b>		<b>2 283 864 651</b>	<b>1 879 938 461</b>	<b>796 398 047</b>	<b>723 376 858</b>
Other revenues - Net		6 923 864	40 358 998	( 5 147 317)	( 1 593 711)
Distribution cost	(18)	( 299 253 534)	( 239 518 588)	( 85 479 248)	( 78 308 109)
Administrative expenses	(18)	( 581 868 288)	( 405 735 623)	( 215 181 732)	( 136 191 203)
Inventory write-down provision	(5)	-	( 2 835 000)	-	( 945 000)
Provisions	(11)	( 17 906 185)	( 11 488 559)	( 8 127 121)	( 1 000 578)
Employee benefit obligations provision		( 12 718 308)	( 6 510 764)	( 4 239 436)	(2 250 000)
Interest income		78 801 942	162 054 325	19 451 433	54 632 434
Foreign Exchange Gain		76 320 963	39 786 840	( 10 647 238)	7 292 867
Finance cost		( 155 575 491)	( 92 818 786)	( 56 619 823)	( 42 241 408)
<b>Profit for the period before tax</b>		<b>1 378 589 614</b>	<b>1 363 231 304</b>	<b>430 407 565</b>	<b>522 772 150</b>
Income tax expense		( 323 154 231)	( 310 489 596)	( 98 964 205)	( 118 960 727)
<b>Net profit for the period</b>		<b>1 055 435 383</b>	<b>1 052 741 708</b>	<b>331 443 360</b>	<b>403 811 423</b>
Basic earnings per share	(13)	1.38	1.41	0.47	0.55
Diluted earnings per share	(13)	1.38	1.41	0.47	0.55

- The accompanying notes form an integral part of these condensed separate Interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**

**Condensed Separate interim statement of comprehensive income**

**For the nine months ended 30 September 2024**

	The nine months period ended		The three months period	
	30-Sep-24	30-Sep-23	30-Sep-24	30-Sep-23
	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>	<u>EGP</u>
Net profit for the period	1 055 435 383	1 052 741 708	331 443 360	403 811 423
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b><u>1 055 435 383</u></b>	<b><u>1 052 741 708</u></b>	<b><u>331 443 360</u></b>	<b><u>403 811 423</u></b>

- The accompanying notes form an integral part of these condensed separate Interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**

**Condensed Separate interim statement of changes in equity**  
**For the nine months ended 30 September 2024**

<b>Note</b>	<b>Share capital</b> <b>EGP</b>	<b>Legal reserve</b> <b>EGP</b>	<b>Treasury shares</b> <b>EGP</b>	<b>Retained earnings</b> <b>EGP</b>	<b>Total</b> <b>EGP</b>
<b>Balance at 1 January 2023</b>					
<b>Change of equity in 2023</b>	144 611 688	72 536 290	( 160 827 557)	2 392 289 206	2 448 609 627
Profit for the period	-	-	-	1 052 741 708	1 052 741 708
<b>Total comprehensive income for the period</b>	-	-	-	<b>1 052 741 708</b>	<b>1 052 741 708</b>
<b>Total shareholders transactions</b>					
Purchase of treasury shares	-	-	(105,184,979)	-	(105,184,979)
Dividends distribution for 2022	-	-	-	( 452 700 000)	( 452 700 000)
<b>Balance at 30 September 2023</b>	<b>144 611 688</b>	<b>72 536 290</b>	<b>( 266 012 536)</b>	<b>2 992 330 914</b>	<b>2 943 466 356</b>
<b>Balance at 1 January 2024</b>	<b>140 002 731</b>	<b>72 536 290</b>	<b>-</b>	<b>2 721 626 520</b>	<b>2 934 165 541</b>
<b>Change of equity in 2024</b>					
Profit for the period	-	-	-	1 055 435 383	1 055 435 383
<b>Total comprehensive income for the period</b>	-	-	-	<b>1 055 435 383</b>	<b>1 055 435 383</b>
<b>Total Shareholders transactions</b>					
Dividends distribution for 2023 *	-	-	-	( 342 343 567)	( 342 343 567)
<b>Balance at 30 September 2024</b>	<b>140 002 731</b>	<b>72 536 290</b>	<b>-</b>	<b>3 434 718 336</b>	<b>3 647 257 357</b>

\* The dividend distribution for 2023 include Employee profit share for for Edita Food Industries employees amounted to EGP 42 343 567.

- The accompanying notes form an integral part of these condensed separate Interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed Separate interim statement of cash flows**  
**For the nine months ended 30 September 2024**

	Notes	30-Sep-24 EGP	30-Sep-23 EGP
<b><u>Cash flows from operating activities</u></b>			
Profit for the period before income tax		1 378 589 614	1 363 231 304
<b>Adjustments for:</b>			
Provisions	(11)	17 906 185	11 488 559
Provision for employee benefit obligation		12 718 308	6 510 764
Interest expenses		155 575 491	92 818 786
Interest income		( 78 801 942)	( 162 054 325)
Depreciation of Fixed Assets	(3)	125 896 049	113 461 011
Amortization of intangible assets		6 961 997	5 430 016
Government grant income		( 2 643 634)	( 3 401 171)
write-down of slow moving inventory	(5)	-	2 835 000
Gain on disposal of property, plant and equipment	(3)	( 984 706)	( 1 093 703)
Foreign exchange (gain)		( 76 320 963)	( 47 163 958)
<b>Operating income before changes in working capital</b>		<b>1 538 896 399</b>	<b>1 382 062 283</b>
<b><u>Changes in working Capital</u></b>			
Inventories		( 873 758 313)	( 519 952 229)
Debtors and other receivables		( 173 308 314)	( 77 934 384)
Due from related parties		14 774 688	85 047 349
Trade and other payables*		431 421 298	107 417 540
Due to related parties		434 418 790	349 821 875
Provision utilized	(11)	-	( 868 395)
Inventory Provision utilized	(5)	( 66 757)	( 2 738 647)
Payment of employee benefits obligation		( 726 364)	( 3 393 570)
Dividends paid to company's employees		( 57 856 058)	( 51 540 872)
<b>Cash inflow from operating activities</b>		<b>1 313 795 369</b>	<b>1 267 920 950</b>
Interest paid		( 170 444 266)	( 85 124 078)
Income taxes paid		( 389 446 210)	( 236 184 753)
<b>Net cash inflow from operating activities</b>		<b>753 904 893</b>	<b>946 612 119</b>
<b><u>Cash flows from investing activities</u></b>			
Payment for purchase of property, plant and equipment and projects under construction*	(3)	( 646 038 936)	( 155 717 659)
Payment of intangible assets		( 228 000)	( 547 660)
Proceeds from disposal of property, plant and equipment	(3)	1 117 657	1 110 175
Interest received		83 224 309	137 264 644
Payment for purchase of treasury bills		(1 334 049 411)	(3 821 558 313)
Proceeds from treasury bills		1 005 237 950	3 840 473 473
Payment for Edita Frozen Foods Capital Increase		-	( 400 000 000)
Payment for acquisition of new subsidiary		-	( 257 206 876)
<b>Net cash inflow (outflow) from investing activities</b>		<b>( 890 736 431)</b>	<b>( 656 182 216)</b>
<b><u>Cash flows from financing activities</u></b>			
Proceeds from borrowings		471 885 116	240 475 949
Repayment of borrowings		( 82 173 747)	( 104 510 618)
Payment for purchase of treasury shares		-	( 105 184 979)
Dividends paid		( 300 000 000)	( 400 000 000)
<b>Net cash outflow from financing activities</b>		<b>89 711 369</b>	<b>( 369 219 648)</b>
<b>Net increase in cash and cash equivalents</b>		<b>( 47 120 169)</b>	<b>( 78 789 745)</b>
Cash and cash equivalents at beginning of the period		( 441 192 171)	( 243 500 165)
<b>Cash and cash equivalents at the end of the period</b>	(7)	<b>( 488 312 340)</b>	<b>( 322 289 910)</b>

**Non cash transactions**

\* The effect of credit purchase of property, plant, and equipment amounted to EGP 58 129 272 had been eliminated as non cash transaction from both Trade and other payables as well as Payment for purchase of Property, Plant and equipment and projects under construction.

- The accompanying notes form an integral part of these condensed separate Interim financial statements.



## 1. General information

Edita Food Industries S.A.E. (the "Company") was established on 9 July 1996, under the investment Law No. 230 of 1989 which had been replaced by law No. 8 of 1997 and the capital market Law No. 95 of 1992 and is registered in the commercial register under number 692 Cairo, and the company's period is for 25 years, and the company's period have been extended by 25 years ending on 7 July 2046.

The Company is located in Sheikh Zayed city - Central Axis, Giza.

The Company provides manufacturing, producing, and packing of all food products and producing and packing of juices, jams, readymade food, dry goods, cakes, pastry, dairy products, meat, vegetables, fruits, chocolate, vegetarian products and other food products with all necessary ingredients, the company is registered in Egypt and London's stock exchange.

These condensed separate interim financial statements have been approved by the board of directors on 25 November 2024.

## 2. Accounting policies

The condensed separate interim financial statements have been prepared following the same accounting policies that were applied and followed when preparing the financial statements for the financial year ending on December 31, 2023.

### **Egyptian Accounting Standard 13 Revised 2024 "Effects of Changes in Foreign Exchange Rates"**

The company has applied Egyptian Accounting Standard No. 13 - amended 2024 "Effects of Changes in Foreign Currency Exchange Rates" issued on March 3, 2024, which should be applied to financial periods beginning on or after January 1, 2024. There is no impact on the opening balance of retained earnings on the date of application.

### **A. Basis of preparation**

The condensed separate interim financial statements have been prepared in accordance with Egyptian Accounting Standard no. 30 "Interim Financial Reporting" and applicable related laws and regulations. The condensed separate financial statements have been prepared under the historical cost convention except for employees' end of services obligations, which is measured by the present value of the obligation.

The preparation of condensed separate financial statements in conformity with Egyptian Accounting Standard no. 30 "Interim Financial Reporting" requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting.

Egyptian Accounting Standards (EAS) requires referring to the International Financial Reporting Standards (IFRS) in treating certain balances and transactions, which have not been covered in any Egyptian Accounting Standards or legal requirements.

**EDITA FOOD INDUSTRIES S.A.E.**

Notes to the condensed separate interim financial statements - For the nine months period ended 30 September 2024  
(In the notes all amounts are shown in Egyptian Pounds unless otherwise stated)

**3. Property, plant and equipment and projects under constructions**

Cost	Land EGP	Buildings EGP	Machinery and Equipment EGP	Vehicles EGP	Tools & Equipment EGP	Furniture and Office Equipment EGP	Projects under construction EGP	Total EGP
<b>January 1, 2023</b>	<b>106 714 127</b>	<b>859 074 654</b>	<b>1 502 600 115</b>	<b>48 050 368</b>	<b>224 788 115</b>	<b>99 237 778</b>	<b>19 439 505</b>	<b>2 859 904 662</b>
Transferred from projects under constructions	-	29 423 475	31 885 784	-	22 248 677	-	(83 557 936)	362 891 158
Additions	-	-	5 594 051	20 396 970	7 054 704	7 714 886	322 130 547	(22 889 965)
Disposals	-	-	(16 161 232)	(4 850 500)	(599 682)	(446 184)	(832 367)	3 199 905 855
<b>Cost as of December 31, 2023</b>	<b>106 714 127</b>	<b>888 498 129</b>	<b>1 523 918 718</b>	<b>63 596 838</b>	<b>253 491 814</b>	<b>106 506 480</b>	<b>257 179 749</b>	
<b>Accumulated depreciation</b>								
<b>January 1, 2023</b>	-	(239 404 825)	(501 300 041)	(27 060 144)	(139 795 469)	(80 127 839)	-	(987 688 318)
Depreciation for the year	-	(34 131 008)	(71 795 077)	(9 505 450)	(28 785 530)	(8 348 265)	-	(152 565 330)
Accumulated depreciation of disposals	-	-	9 878 895	4 834 012	589 418	445 929	-	15 748 254
<b>As of December 31, 2023</b>	-	(273 535 833)	(563 216 223)	(31 731 582)	(167 991 581)	(88 030 175)	-	(1 124 505 394)
<b>Net book value as of December 31, 2023</b>	<b>106 714 127</b>	<b>614 962 296</b>	<b>960 702 495</b>	<b>31 865 256</b>	<b>85 500 233</b>	<b>18 476 305</b>	<b>257 179 749</b>	<b>2 075 400 461</b>
<b>Cost as of January 1, 2024</b>	<b>106 714 127</b>	<b>888 498 129</b>	<b>1 523 918 718</b>	<b>63 596 838</b>	<b>253 491 814</b>	<b>106 506 480</b>	<b>257 179 749</b>	<b>3 199 905 855</b>
Transferred from projects under constructions	-	51 497 385	306 946 145	-	35 483 459	56,700	(407 720 789)	(13 737 100)
Additions	-	-	1 460 298	39,413,771	28 853 118	11,321,870	654 611 763	735 660 820
Disposals	-	-	(191 590)	(2,751,900)	- 621 708	(128,431)	-	(3 693 629)
<b>Cost as of September 30, 2024</b>	<b>106 714 127</b>	<b>939 995 514</b>	<b>1 832 133 571</b>	<b>100 258 709</b>	<b>317 206 683</b>	<b>117 756 619</b>	<b>504 070 723</b>	<b>3 918 135 946</b>
<b>Accumulated depreciation</b>								
<b>As of January 1, 2024</b>	-	(273 535 833)	(563 216 223)	(31 731 582)	(167 991 581)	(88 030 175)	-	(1 124 505 394)
Depreciation for the period	-	(26 465 585)	(56 469 160)	(10 957 591)	(25 566 437)	(6 437 276)	-	(125 896 049)
Accumulated depreciation of disposals	-	-	154 868	2 660 453	616 926	128 431	-	3 560 678
<b>As of September 30, 2024</b>	-	(300 001 418)	(619 530 515)	(40 028 720)	(192 941 092)	(94 339 020)	-	(1 246 840 765)
<b>Net book value as of September 30, 2024</b>	<b>106 714 127</b>	<b>639 994 096</b>	<b>1 212 603 056</b>	<b>60 229 989</b>	<b>124 265 591</b>	<b>23 417 599</b>	<b>504 070 723</b>	<b>2 671 295 181</b>



Depreciation included in the interim statement of profit or loss is as follows:

	30 September 2024	30 September 2023
Charged to cost of sales	108 238 984	99 199 678
Charged to administrative expenses	17 349 844	13 869 763
Charged to distribution costs	307 221	391 570
	<b>125 896 049</b>	<b>113 461 011</b>

The project under construction represents the following Categories:

	30 September 2024	31 December 2023
Buildings	49 023 515	13 317 977
Machinery and equipment	375 119 782	205 621 300
Tools and equipment	15 787 977	8 946 181
Technical and other installations	64 139 449	29 294 291
	<b>504 070 723</b>	<b>257 179 749</b>

The capitalized interest for the period ended 30 September 2024 is 31 492 602 (31 December 2023 : null). The interest rate is 28.70%

#### Cash flow statement.

The proceeds from disposal of fixed assets in the cash flow represented as follows:

	30 September 2024	30 September 2023
Net book value of the assets disposed	132 951	16 472
Losses / gain on sale of property, plant and equipment	984 706	1 093 703
	<b>1 117 657</b>	<b>1 110 175</b>

#### 4. Investments in subsidiaries

	Country of Incorporation	% Interest held	30 September 2024	31 December 2023
Edita for Trade and Distribution	Egypt	99.80%	44 939 639	44 939 639
Edita Confectionary Industries*	Egypt	99.98%	134 820 782	134 820 782
Edita Participation Ltd.	Cyprus	100%	14 024	14 024
Edita Holding for Investments**	Egypt	98%	4 900 000	4 900 000
Edita Frozen Food industries	Egypt	100%	520 926 404	520 926 404
<b>Balance at September 30, 2024</b>			<b>705 600 849</b>	<b>705 600 849</b>

\*On March 6, 2019, the company signed an official agreement with Confindel LTD for the acquisition of 2 279 287 shares (22.27%) which is their total ownership in Edita Confectionary Industries for a total consideration of 55 297 782. The deal was finalized in June of 2019; and Edita Food Industries' share in Edita Confectionary Industries increased from 77.71% to 99.98%.

\*\*On December 8, 2022, Edita Holding for Investments had been established as Stock Authorised Enterprise with authorized and issued share capital of EGP 5 000 000. The company's purpose is establishment of companies that issue financial instruments.

\*\*\*On 29 May 2023, the company signed a Sell Purchase agreement with Fancy Foods S.A.E Shareholders for the acquisition of 2 000 000 shares (100%) which is their total ownership in Fancy Foods S.A.E for a total purchase price of EGP 120 926 804. The deal was Closed on 13 June 2023.

On 1 August 2023, Edita Frozen Food Industries' board of directors has approved to increase the company paid-up capital by EGP 400 000 000. Article (6) and (7) has been amended accordingly.

The paid-up capital increase had been fully paid according to bank certificate issued by National Bank of Kuwait.

## 5. Inventories (net)

	30 September 2024	31 December 2023
Raw and packaging materials	2 228 169 260	1 437 426 669
Finished goods	83 596 810	38 023 894
Spare parts	62 999 448	49 947 818
Work in process	63 252 991	43 653 337
Consumables	21 169 374	16 377 852
<b>Total</b>	<b>2 459 187 883</b>	<b>1 585 429 570</b>
Less: write-down for slow moving and obsolete inventory	(7 112 439)	(7 179 196)
<b>Net</b>	<b>2 452 075 444</b>	<b>1 578 250 374</b>

### Write-down for slow moving and obsolete inventory.

	30 September 2024	31 December 2023
<b>Balance on 1 January</b>	7 179 196	6 476 005
Charged during the period / year	--	3 780 000
Utilized during the period / year	(66 757)	(3 076 809)
<b>Ending Balance as of the period / year</b>	<b>7 112 439</b>	<b>7 179 196</b>

## 6. Treasury bills

	30 September 2024	31 December 2023
<b>Treasury bills par value</b>		
91 Days maturity	70 000 000	350 000 000
91- 182 Days maturity	670 675 000	--
<b>Total</b>	<b>740 675 000</b>	<b>350 000 000</b>
Total Unearned credit interest	(82 669 540)	(20 806 000)
<b>Amount paid for treasury bills</b>	<b>658 005 460</b>	<b>329 194 000</b>
Interest income recognized to profit or loss	12 816 373	17 238 739
<b>Treasury bills balance</b>	<b>670 821 833</b>	<b>346 432 739</b>

According to the decision of the head minister no. 4575 for 2023, financial debt instruments issued by the Egyptian government in the local currency are exempted from recognition and expected credit losses measurement.

The average interest rate related to treasury bills is 26.79%

## 7. Cash and banks balances

	30 September 2024	31 December 2023
Cash on hand	21 433 591	3 610 841
Cash at banks	198 230 832	56 277 035
Time Deposits	95 472 792	61 567 677
<b>Cash and bank balances</b>	<b>315 137 215</b>	<b>121 455 553</b>

The average rate on time deposit is 6.32% with a maturity of less than one month.

For the purpose of the preparation of the condensed separate Interim cash flow statement, cash and cash equivalents consist of:

	30 September 2024	30 September 2023
Cash and bank balances	315 137 215	326 574 331
Bank overdraft (Note 12)	(803 449 555)	(648 864 241)
<b>Total</b>	<b>(488 312 340)</b>	<b>(322 289 910)</b>

## 8. Issued and paid-up capital

The issued and paid-up capital amounted to EGP 72 536 290 distributed on 362 681 450 shares (par value EGP 0.2 per share).

On 30 March 2016 an extra ordinary general assembly meeting was held in which the shareholders approved the increase of issued and paid-up capital from EGP 72 536 290 to be EGP 145 072 850. An increase amounted to EGP 72 536 290 distributed over 362 681 450 shares with a par value of LE 0.2 per share financed from the dividends of the year ended 31 December 2015 distributed as a free share for each original share which has been registered in commercial register on May 9, 2016.

In April 2021, the extraordinary general assembly meeting approved to write off the treasury shares amounted to 2 304 461 shares. Accordingly, the share capital has been reduced by the par value of the treasury shares and the difference between the par value and the consideration paid to acquire those shares was absorbed in retained earnings.

On 26 November 2023 the extraordinary general assembly meeting approved to write off the treasury shares amounted 23 044 783. Accordingly, the share capital has been reduced by the par value of the treasury shares



and the difference between the par value and the consideration paid to acquire those shares was absorbed in retained earnings.

On 30 September 2024 the issued and paid-up capital amounted to EGP 140 002 731 (par value EGP 0.2 per share).

#### Treasury shares

On 4 April 2021 the extraordinary general assembly meeting approved to write off the treasury shares amounted 2 304 461. Accordingly, the share capital has been reduced by the par value of the treasury shares and the difference between the par value and the consideration paid to acquire those shares was absorbed in retained earnings.

According to Board of Director resolution on 2 August 2022 and 18 October 2022 the group purchased 15 814 199 shares from the stock market and held in treasury for a total consideration of EGP 160 827 557 the consideration paid has been accounted for as a reserve in the statement of shareholders' Equity.

According to Board of Director resolution on 16 March 2023 the group purchased 7 230 584 shares from the stock market and held in treasury for a total consideration of EGP 105 173 725 the consideration paid has been accounted for as a reserve in the statement of shareholders' Equity.

On 26 November 2023 the extraordinary general assembly meeting approved to write off the treasury shares amounted 23 044 783. Accordingly, the share capital has been reduced by the par value of the treasury shares and the difference between the par value and the consideration paid to acquire those shares was absorbed in retained earnings.

#### 9. Legal reserve

In accordance with company Law No. 159 of 1981 and the company's Articles of Association, 5% of annual net profit is transferred to the legal reserve. The company may stop such transfers when the legal reserve reaches 50% of the issued capital. The reserve is not eligible for distribution to shareholders.

#### 10. Borrowings

	30 September 2024			31 December 2023		
	Current	Non-current	Total	Current	Non-current	Total
Fourth loan	--	--	--	20 357 361	--	20 357 361
Seventh Loan	19 200 000	31 986 616	51 186 616	54 544 317	4 227 158	58 771 475
Eighth Loan	17 192 510	56 725 874	73 918 384	41 022 947	49 594 457	90 617 404
Ninth loan	13 538 533	27 769 861	41 308 394	41 621 076	41 214 756	82 835 832
Tenth loan	17 691 552	46 179 782	63 871 334	32 085 831	14 375 274	46 461 105
Eleventh loan	1 820 833	190 000 000	191 820 833	11 498 958	190 000 000	201 498 958
Twelfth Loan	13 877 827	38 634 030	52 511 857	9 761 994	35 708 465	45 470 459
Thirteenth loan	1 752 488	28 798 991	30 551 479	--	--	--
Fourteenth Loan	30 143 736	443 086 126	473 229 862	--	--	--
<b>Total</b>	<b>115 217 479</b>	<b>863 181 280</b>	<b>978 398 759</b>	<b>210 892 484</b>	<b>335 120 110</b>	<b>546 012 594</b>

**EDITA FOOD INDUSTRIES S.A.E.**
**Notes to the condensed separate interim financial statements - For the nine months period ended 30 September 2024**

(In the notes all amounts are shown in Egyptian Pounds unless otherwise stated)

The due short-term portion loans according to the following schedule:

				<u>30 September 2024</u>	<u>31 December 2023</u>
Balance due within 1 year				80 500 605	198 201 286
Accrued interest				34 716 874	12 691 198
<b>Total</b>				<b>115 217 479</b>	<b>210 892 484</b>

  

<b>Borrower</b>	<b>Type of debt</b>	<b>Guaranties</b>	<b>Currency</b>	<b>Tenure</b>	<b>Interest rate</b>
Fourth loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company amounted to LE 220,000,000 and 6,000,000 Euro	EGP/USD	7 years with first installment in May 2017	0.5% above mid corridor rate of Central Bank of Egypt and average 4% above USD Libor rate 6 months.
Seventh loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP	7 years with first installment in Nov 2022	8 %
Eighth loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP	7 years with first installment in July 2023	8 %
Ninth loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP	7 years with first installment in Sep 2023	8 %
Tenth loan	Loan		EGP	7 years with first installment in June 2022	8%
Eleventh Loan	Loan		EGP	7 years with first instalment in March 2026	0.5% above mid corridor rate of Central Bank of Egypt
Twelfth Loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP/USD	5 years with first instalment in July 2023	1% above mid corridor rate of Central Bank of Egypt and average 3% above USD Sofr rate 3 months
Thirteenth loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP	7 years with first instalment in May 2026	0.5% above mid corridor rate of Central Bank of Egypt
Fourteenth Loan	Loan	Cross corporate guarantee Edita for Trade and Distribution Company	EGP	8 years with first instalment in June 2026	0.45% above mid corridor rate of Central Bank of Egypt

**Fourteenth Loan**

During the second quarter Edita food industries S.A.E has signed a loan agreement with Banque Misr to be used to finance new production lines to enhance production. Total loan amount to 990 million Egyptian pound. EGP 443 086 126 has been withdrawn as of the condensed interim separate financial statements as of 30 September 2024.

**Deferred government grant**

The Company obtained a loan facility of EGP 441 million from commercial banks under the central bank of Egypt initiative to support the Egyptian manufacturing companies, according to the initiative, the loan was obtained at interest rate of 8 % that is lower than the prevailing market rate of similar loans. and recognized in the profit or loss over the year necessary to match them with the costs that they are intended to compensate.

The Deferred government grants is according to the following schedule:

	30 September 2024			31 December 2023		
	Current	Non-current	Total	Current	Non-current	Total
Seventh loan	1 578 102	1 212 470	2 790 572	1 858 544	2 614 040	4 472 584
Eighth loan	--	--	--	41 727	--	41 727
Ninth loan	374 291	393 218	767 509	475 935	698 953	1 174 888
Tenth loan	475 751	108 655	584 406	627 754	469 168	1 096 922
	<b>2 428 144</b>	<b>1 714 343</b>	<b>4 142 487</b>	<b>3 003 960</b>	<b>3 782 161</b>	<b>6 786 121</b>

**11. Provisions**

	30 September 2024	31 December 2023
Balance on 1 January	74 930 176	51 420 223
Charged during the period /year	19 746 920	32 214 026
Utilized during the period / year	--	(868 392)
No longer required	(1 840 735)	(7 835 681)
<b>Ending Balance as of</b>	<b>92 836 361</b>	<b>74 930 176</b>

Provisions related to claims expected to be made by a third party in connection with the Company's operations. The information usually required by Egyptian Accounting Standards is not disclosed because the management believes that to do so would seriously prejudice the outcome of the negotiation with that party. These provisions are reviewed by management every year and the amount provided is adjusted based on latest development, discussions, and agreements with the third party.

**12. Bank overdrafts**

	30 September 2024	31 December 2023
Bank overdraft	803 449 555	562 647 724
<b>Total</b>	<b>803 449 555</b>	<b>562 647 724</b>

Bank overdraft is an integral part of the Company's cash management to finance its working capital. The average interest rate for bank overdraft was 24.21% as of 30 September 2024 (31 December 2023: 15.33%).



**13. Earnings per share****Basic**

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	<b>30 September 2024</b>	<b>30 September 2023</b>
<b>Profit for the period</b>	<b>1 055 435 383</b>	<b>1 052 741 708</b>
Employees' profit share*	(86 391 660)	(60 937 688)
Profit attributable to shareholders' after employees' profit share	<b>969 043 723</b>	<b>991 804 020</b>
<b>Weighted average number of ordinary shares in issue</b>		
Ordinary shares	700 013 656	723 058 439
Treasury shares	--	(23 044 783)
	<b>700 013 656</b>	<b>701 980 800</b>
<b>Basic earnings per share</b>	<b>1.38</b>	<b>1.41</b>

\*Employees' profit share has been estimated and the employees' profit share distribution proposal will be presented to the board of directors and the ordinary general meeting at the end of the year.

**Diluted**

Diluted earnings per share is calculated by adjusting the weighted average number of ordinary shares outstanding to assume conversion of all dilutive potential ordinary shares. The company does not have any categories of potential ordinary shares, hence the diluted earnings per share is the same as the basic earnings per share.

**14. Trade and other receivables**

	<b>30 September 2024</b>	<b>31 December 2023</b>
Trade receivables	78 943 439	34 548 467
Notes Receivables	746 361	--
Advances to suppliers	457 204 071	353 072 935
Prepaid expenses	64 730 208	30 648 813
Deposits with others	26 249 040	15 037 018
Other debit balances	43 187 727	13 304 811
Letter of credit	10 135 431	--
Employee loans	2 479	48 238
<b>Total</b>	<b>681 198 756</b>	<b>446 660 282</b>

**15. Related parties**

The increase in the balance of due to related parties is due to the increase in payments from related parties represented in advance payments from Edita Frozen Food Industries, and Edita for Trade and Distribution during the period ended 30 September 2024 against company products.

# EDITA FOOD INDUSTRIES S.A.E.

Notes to the condensed separate interim financial statements - For the nine months period ended 30 September 2024  
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## 16. Segment reporting

The Company operates across five segments in Egyptian snack food market offering nine distinct brands:

Segment		Brand		Product									
Cake	Tiger tail, Twinkies, Todo and HOHOS			Traditional rolled filled and layered cake as well as brownies and packaged donut									
Croissants	Molto			Sweet and savoury croissants and strudels									
Rusks	Bake Rolz, Bake Stix			Baked wheat salty snack									
Wafer	Freska			Filled wafers									
Biscuits	Oniro			Cookies									
(Amounts presented to the nearest thousands EGP)													
Cake		Croissant		Rusks		Wafer		Biscuits		Total			
30.9.2024	30.9.2023	30.9.2024	30.9.2023	30.9.2024	30.9.2023	30.9.2024	30.9.2023	30.9.2024	30.9.2023	30.9.2024	30.9.2023		
Revenue	4 912 995	3 637 004	3 022 936	2 435 987	446 679	327 892	1 117 690	671 343	97 865	51 835	9 598 166	7 124 061	
Gross profit	1 378 805	1 098 172	602 331	551 087	59 494	63 225	243 829	164 241	(591)	3 214	2 283 867	1 879 939	
Operating profit	939 700	734 944	309 200	341 691	22 177	44 059	153 167	116 781	(21 499)	(2 790)	1 402 745	1 234 684	

Operating profit reconciles to net profit as follows:

	30 September 2024	30 September 2023
Operating profit	1 402 745	1 234 684
Other expenses	(23 703)	19 526
Foreign Exchange Gain/(Loss)	76 321	39 787
Finance cost	(155 575)	(92 819)
Finance income	78 802	162 054
Income tax	(323 154)	(310 490)
Net profit	1 055 435	1 052 742

**Segment reporting (continued)**

The segment information disclosed in the table above represents the segment information provided to the chief operating decision makers of the Company.

- Management has determined the operating segments based on the information reviewed by the chief operating decision makers of the Company for the purpose of allocating and assessing resources.
- The chief operating decision makers consider the business from products perspective. Although Rusks, Wafer, and Candy do not meet the quantitative threshold required by EAS 41 for reportable segments, management has concluded that these segments should be reported as it is closely monitored by the chief operating decision makers as it is expected to materially contribute to the Company revenue in the future.
- The chief operating decision makers assesses the performance of the operating segments based on their operating profit.
- There were no inter-segment sales made during the period.
- Finance income and finance cost are not allocated to segments, as this type of activity is driven by the central treasury function which manage the cash position of the Company.

**17. Sales Revenues****Increase in Sales is due to:**

- Price increase of Company's products in Cake, Croissants and Rusks segments during last year and the period ended 30 September 2024 compared to the same period last year 30 September 2023.
- Increase in export sales during the period ended 30 September 2024 impacted by the change in USD exchange rate.

**18. Expense by nature**

	<b>30 September 2024</b>	<b>30 September 2023</b>
Cost of sales	7 314 300 875	5 244 122 637
Distribution cost	299 253 534	239 518 588
Administrative expenses	581 868 288	405 735 623
	<b>8 195 422 697</b>	<b>5 889 376 848</b>
Raw and packaging materials used	6 314 018 283	4 507 981 186
Salaries and wages	727 846 296	509 505 717
Advertising expense	255 056 755	212 553 012
Depreciation and Amortization	132 858 028	118 891 011
Miscellaneous and other expense	226 461 930	174 522 646
Fuel, oil, water and electricity	131 734 448	98 738 295
Employees benefits	117 173 221	84 948 583
Company's share in social insurance	44 867 824	27 459 807
Transportation expense	69 305 964	45 698 442
Maintenance	88 957 432	56 524 634
Consumables	72 892 892	47 877 334
Logistic expenses	7 350 598	--
Vehicle expense	6 899 026	4 676 181
<b>Total cost of sales, distribution costs, and administrative expenses</b>	<b>8 195 422 697</b>	<b>5 889 376 848</b>



**19. Creditors and other credit balances**

The increase in Creditors and other credit balances is due to the increase in accrued expenses related to advertising and marketing expenses and the increase in advances from customers balance which is related to export customers as of the period ended 30 September 2024.

**20. Trade and Notes Payable**

The increase in Trade and notes and Payable is due to the increase raw and packaging materials prices as well as the increase in the fixed assets suppliers balances as of the period ended 30 September 2024.

**21. Contingent liabilities**

The Company guarantees Edita for Trade and Distribution Company and Edita confectionary Industries against third parties in borrowing from Egyptian Banks.

The banks have issued letters of credit and guarantee in favor of Edita Foods Industries during the normal course of operation as of 30 September 2024 amounted to EGP 570 623 (31 December 2023: EGP 267 893 918).

**IFC Loan**

On 30 September 2023, Edita Food Industries S.A.E, Edita Participation Cyprus Limited and Edita For Trade & Distribution "The Co-Borrowers" signed a loan agreement with International Finance Corporation with total amount of USD 45 million. to finance (i) the Group's working capital and capital expenditure program in Egypt and Morocco (ii) the Group's expansion plan in Egypt and internationally, and (iii) the refinancing of up to \$10 million Dollars of the loan provided by IFC to the Co-Borrowers under the loan agreement (the "2019 Loan Agreement") entered among the parties and dated May 26, 2019.

According to the loan Agreement, each of the Co-Borrowers shall be jointly and severally liable for all obligations of all the Co-Borrowers, If any Event of Default occurs and is continuing.

As of the condensed interim separate financial statements date no amounts withdrawn by Edita Food Industries from the said loan.

**22. Commitments**

**Capital Commitments**

The Company has capital commitments as of 30 September 2024 of EGP 786 M (31 December 2023: EGP 832M) in respect of the capital expenditure.

**23. Tax position**

Due to the nature of the tax assessment process in Egypt, the final outcome of the assessment by the Tax Authority might not be realistically estimated. Therefore, additional liabilities are contingent upon the tax inspection and assessment of the Tax Authority. Below is a summary of the tax status of the Company as of the financial statements date 30 September 2024.

**A) Corporate tax**

- The company is tax exempted for a period of 10 years ended 31 December 2007 in accordance with Law No. 230 of 1989 and Law No. 59 of 1979 related to New Urban Communities. The exemption period was determined to start from the fiscal year beginning on 1 January 1998. The company submits its tax returns on its legal period.
- The tax inspection was performed for the period from the Company's inception till 31 December 2016 and all due tax amounts paid.
- For the years 2017 – 2019, the company has been inspected and file has been transferred to the internal committee.

- For the years 2020 – 2023 the tax inspection has not been performed and the Company is submitting the annual tax return on due time to the Tax Authority.

**B) Payroll tax**

- The payroll tax inspection was performed till 31 December 2019 and the Company paid tax due.
- As for the years 2020 till 2023 the tax inspection has not been performed and the Company is submitting the quarterly tax returns on due time to the Tax Authority.

**C) VAT & Sales tax**

- the Company is submitting the monthly tax returns on due time to the Tax Authority according to law no 67 for 2016.
- The sales tax inspection was performed till 31 December 2020 and tax due was paid.
- Years from 2021 till 2023 tax inspection has not been performed and the monthly returns is submitted on due time.

**D) Stamp duty tax**

- The stamp duty tax inspection was performed till 2020 and tax due was paid.
- Years from 2021 till 2023 tax inspection has not been performed.

**24. Significant events during the period**

- On March 28, 2024, the ordinary general assembly of the company's shareholders was held, and it approved the financial statements for the year ended December 31, 2023 and approved the dividends distribution to shareholders of EGP 300 million to be distributed in the form of cash coupons amounted to EGP 0.428 per share and employee dividend distribution of EGP 42.3 million.  
And setting aside an amount of EGP 140 002 731 from the retained earnings according to the company's financial statements as of year ended 31/12/2023 under company's capital increase to be distributed to shareholders in the form of free shares at a rate of one free share for each share. The company's legal advisor is still completing the legal procedures in order to obtain the approval of the Financial Regulatory Authority "FRA" and complete other legal procedures in this regard.
- The Monetary Policy Committee of the Central Bank of Egypt decided, in its meeting on Thursday, February 1, 2024, to raise the overnight deposit and lending yield and the price of the main operation of the Central Bank by 200 basis points, to reach 21.25%, 22.25% and 21.75%, respectively. The credit and discount rate was also raised by 200 basis points to reach my rate 21.75%
- The Monetary Policy Committee of the Central Bank of Egypt decided, in its meeting on Thursday, March 6, 2024, to raise the overnight deposit and lending yield and the price of the main operation of the Central Bank by 600 basis points, to reach 27.25%, 28.25% and 27.75%, respectively. The credit and discount rate was also raised by 600 basis points to reach my rate 28.75% in addition the bank has liberalized the exchange rate to allow the rate to be determined according to market conditions.
- Edita food industries S.A.E has signed an agreement to obtain a medium-term loan for 8 years which amounted to 990 million Egyptian pound with an interest rate of 0.45% above corridor rate with a semi-annual payment plan each installment amounting to 82.5 million EGP, the first installment is due in April 2026, this loan will be used to finance new production lines to enhance production.

**25. Subsequent events**

- On November 6, 2024, the ordinary general assembly of the company's shareholders was held, and approved the dividends distribution to shareholders of EGP 400 million to be distributed in the form of cash coupons amounted to EGP 0.571 per share and employee dividend distribution of EGP 35.45 million.