

**EDITA FOOD INDUSTRIES (S.A.E.)  
AND ITS SUBSIDIARIES**

**REVIEW REPORT AND  
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED  
31 March 2026**

**EDITA FOOD INDUSTRIES (S.A.E.) AND ITS SUBSIDIARIES**  
**Notes to the Condensed consolidated interim financial statements –**  
**For the three months period ended 31 March 2026**  
(In the notes all amounts are shown in Egyptian Pounds unless otherwise stated)

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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 consolidated interim financial statements of Edita Food Industries (S.A.E) comprised of the condensed consolidated interim financial position as of March 31, 2026, and the related condensed consolidated interim statements of profit or loss, comprehensive income, changes in equity and cash flows for the three-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 consolidated interim financial statements in accordance with the Egyptian Accounting Standard No. 30. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

#### **Scope of Review**

We conducted our review in accordance with 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 consolidated 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 consolidated interim financial statements.

#### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements do not present fairly, in all material respects the condensed consolidated interim financial position of Edita Food Industries (S.A.E) as of March 31, 2026; and of its condensed consolidated interim financial performance and its condensed consolidated interim cash flows for the three-months then ended in accordance with Egyptian Accounting Standard No. 30 "Interim Financial Reporting".

Cairo, May 17, 2026

*Kamel M. Saleh*  
Kamel M. Saleh FCA  
F.E.S.A.A. (R.A.A. 8510)



**EDITA FOOD INDUSTRIES (S.A.E) AND ITS SUBSIDIARIES**  
**Condensed consolidated interim Statement of Financial Position as of 31 March 2026**

	Note	31 March 2026 EGP	31 December 2025 EGP
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment and projects under constructions	3	5 787 706 605	5 473 026 194
Right of use assets		542 965 016	471 665 836
Intangible assets		311 497 661	298 916 619
Goodwill	5	180 023 178	158 769 416
<b>Total non-current assets</b>		<b>6 822 192 460</b>	<b>6 402 378 065</b>
<b>Current assets</b>			
Inventories	4	2 548 029 569	2 315 050 051
Trade receivables	14	328 019 410	243 511 563
Debtors and Other Debit Balance	15	1 265 449 382	932 732 627
Due from related parties		28 125 296	89 033 817
Treasury Bills	6	4 237 595 554	3 445 357 884
Financial assets measured at fair value through P&L		192 805 981	578 992 890
Cash and bank balances	7	1 382 347 681	716 765 194
<b>Total current assets</b>		<b>9 982 372 873</b>	<b>8 321 444 026</b>
<b>Total assets</b>		<b>16 804 565 333</b>	<b>14 723 822 091</b>
<b>Equity and liabilities</b>			
<b>Equity attributable to owners of the parent</b>			
Paid up capital	8	280 005 462	280 005 462
Legal reserve	9	140 002 729	140 002 729
Cumulative translation reserve		( 272 431 095)	( 143 568 018)
Transactions with non-controlling interest		( 32 132 098)	( 32 132 098)
Treasury shares	8	( 192 608 865)	( 192 608 865)
Retained earnings		6 546 646 493	5 672 826 654
<b>Total equity</b>		<b>6 469 482 626</b>	<b>5 724 525 864</b>
Non-controlling interest		449 951 986	367 793 335
<b>Total equity</b>		<b>6 919 434 612</b>	<b>6 092 319 199</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Borrowings	10	3 057 939 556	2 886 725 728
Deferred government grants	10	19 941 613	17 841 111
Employee benefit obligations		120 619 795	114 366 146
Deferred tax liabilities		357 438 147	369 666 761
Lease liabilities		596 067 812	512 767 017
<b>Total non-current liabilities</b>		<b>4 152 006 923</b>	<b>3 901 366 763</b>
<b>Current liabilities</b>			
Provisions	11	63 160 752	96 646 561
Bank overdraft	12	902 032 996	771 424 343
Trade and notes payables		1 741 629 704	1 582 315 367
Creditors and other credit balances	18	1 243 414 604	932 749 514
Current portion of borrowings	10	999 364 058	813 869 286
Deferred government grants	10	2 318 516	2 587 049
Current income tax liabilities		764 162 461	514 276 098
Lease liabilities		17 040 707	16 267 911
<b>Total current liabilities</b>		<b>5 733 123 798</b>	<b>4 730 136 129</b>
<b>Total liabilities</b>		<b>9 885 130 721</b>	<b>8 631 502 892</b>
<b>Total equity and liabilities</b>		<b>16 804 565 333</b>	<b>14 723 822 091</b>

- The accompanying notes form an integral part of these condensed consolidated interim financial statements.

Mr. Sameh Naguib  
Deputy Group CEO and CFO

Eng. Hani Berzi  
Chairman

- Auditor's review report attached

**EDITA FOOD INDUSTRIES (S.A.E) AND ITS SUBSIDIARIES**  
**Condensed consolidated interim statement of profit or loss**  
**For the three months period ended 31 March 2026**

	<u>Note</u>	<u>Three Months period ended</u>	
		<u>31-Mar-26</u>	<u>31-Mar-25</u>
		<u>EGP</u>	<u>EGP</u>
Revenue		5 770 498 985	4 283 378 973
Cost of sales	17	<u>(3 739 501 996)</u>	<u>(2 911 589 891)</u>
<b>Gross profit</b>		<b>2 030 996 989</b>	<b>1 371 789 082</b>
Other expenses - Net		8 306 938	38 864
Selling and Distribution cost	17	( 628 390 143)	( 392 948 746)
General and Administrative expenses	17	( 444 291 046)	( 348 148 231)
Inventory write-down provision	4	( 5 483 183)	( 4 541 568)
Provisions	11	33 925 135	( 6 580 546)
Employee Benefit Obligations provision		( 7 054 670)	( 6 677 625)
Finance Income		265 616 554	77 518 314
Foreign Exchange Gain		45 154 666	15 837 613
Finance cost - Net		<u>( 155 876 909)</u>	<u>( 133 911 495)</u>
<b>Profit before income tax</b>		<b>1 142 904 331</b>	<b>572 375 662</b>
Income tax expense		<u>( 290 850 602)</u>	<u>( 142 593 186)</u>
<b>Net profit for the period</b>		<b><u>852 053 729</u></b>	<b><u>429 782 476</u></b>
<b>Profit is attributable to</b>			
Owners of the parent		873 819 839	433 286 781
Non-controlling interest		<u>( 21 766 110)</u>	<u>( 3 504 305)</u>
<b>Net profit for the period</b>		<b><u>852 053 729</u></b>	<b><u>429 782 476</u></b>
<b>Basic and Diluted earnings per share</b>	13	<b><u>0.59</u></b>	<b><u>0.28</u></b>

- The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed consolidated interim statement of comprehensive income**  
**For the three months ended 31 March 2026**

	Three Months period ended	
	31-Mar-26	31-Mar-25
	<u>EGP</u>	<u>EGP</u>
<b>Net profit for the period</b>	852 053 729	429 782 476
<b>Other comprehensive income</b>		
<b>Items that may be reclassified to profit or loss :-</b>		
Exchange differences on translation of foreign operations	( 75 738 978)	16 856 321
<b>Total comprehensive income for the period</b>	<u><u>776 314 751</u></u>	<u><u>446 638 797</u></u>
 <b>Attributable to</b>		
Owners of the parent	744 956 762	447 729 715
Non-controlling interest	31 357 989	( 1 090 918)
<b>Total comprehensive income for the period</b>	<u><u>776 314 751</u></u>	<u><u>446 638 797</u></u>

- The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed consolidated interim statement of changes in equity**  
**For the three months ended 31 March 2026**

	Paid up capital		Legal reserve		Cumulative translation reserve		Transactions with non-controlling interest		Amounts under capital increase		Treasury shares		Retained earnings		Total Owners of the parent		Non-controlling interest		Total owners' equity		
	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP	EGP
<b>Balance at 1 January 2025</b>	140 002 731	72 536 289	(210 241 954)	-	-	-	(32 132 098)	-	-	-	-	4 085 319 751	4 055 484 719	102 084 427	4 157 569 146						
<b>Other comprehensive income</b>	-	-	-	-	-	-	-	-	-	-	-	433 286 781	433 286 781	(3 504 305)	429 782 476						
Net profit for the period	-	-	14 442 970	-	-	-	-	-	-	-	-	14 442 970	14 442 970	2 413 351	16 856 321						
Other comprehensive income	-	-	14 442 970	-	-	-	-	-	-	-	-	14 442 970	14 442 970	2 413 351	16 856 321						
<b>Total comprehensive income for the period</b>	-	-	14 442 970	-	-	-	-	-	-	-	-	14 442 970	14 442 970	2 413 351	16 856 321						
<b>Shareholders transactions</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Amount under capital increase	-	-	-	-	-	-	-	-	140 002 731	-	-	(140 002 731)	(140 002 731)	-	-	-	-	-	-	-	-
<b>Total shareholders transactions</b>	-	-	-	-	-	-	-	-	140 002 731	-	-	(140 002 731)	(140 002 731)	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2025</b>	140 002 731	72 536 289	(195 798 984)	(32 132 098)	140 002 731	140 002 731	140 002 731	140 002 731	140 002 731	140 002 731	140 002 731	4 503 214 470	4 503 214 470	100 993 473	4 604 207 943						
<b>Balance at 1 January 2026</b>	280 005 462	140 002 729	(143 568 018)	(32 132 098)	-	-	(192 608 865)	5 672 826 654	367 793 335	6 092 319 199											
<b>Other comprehensive income</b>	-	-	-	-	-	-	-	-	-	-	-	873 819 839	873 819 839	(21 766 110)	852 053 729						
Net profit for the period	-	-	-	-	-	-	-	-	-	-	-	873 819 839	873 819 839	53 124 099	(75 738 978)						
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-	873 819 839	873 819 839	31 357 989	776 314 751						
<b>Total comprehensive income for the period</b>	-	-	-	-	-	-	-	-	-	-	-	873 819 839	873 819 839	31 357 989	776 314 751						
<b>Shareholders transactions</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Payments under capital increase - Morocco	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total shareholders transactions</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Balance at 31 March 2026</b>	280 005 462	140 002 729	(272 431 095)	(32 132 098)	-	-	(192 608 865)	6 546 646 493	449 951 986	6 919 434 612											

- The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**EDITA FOOD INDUSTRIES S.A.E.**  
**Condensed consolidated interim statement of cash flows**  
**For the three months ended 31 March 2026**

	Notes	31 March 2026 EGP	31 March 2025 EGP
<b>Cash flows from operating activities</b>			
Profit for the period before income tax		1 142 904 331	572 375 662
<b>Adjustments for:</b>			
Provisions	11	( 33 925 135)	6 580 546
Employee benefit obligation		7 054 670	6 677 625
Interest expense		137 326 275	123 460 322
Interest expense - Leases assets		18 550 634	10 451 173
Amortization -Lease		15 437 961	8 333 776
Government Grant		( 453 381)	( 618 169)
Interest income		( 265 616 554)	( 77 518 314)
Depreciation of Fixed Assets	3	118 453 230	102 911 851
Amortization of Intangible Assets		5 840 128	3 439 227
Provision of slow moving inventory	4	5 483 183	4 541 568
Gain from sale of property, plant and equipment		( 529 842)	( 2 259 434)
Foreign exchange gains		( 45 154 666)	( 15 837 613)
		<b>1 105 370 834</b>	<b>742 538 220</b>
<b>Changes in working capital</b>			
Inventories		( 237 905 231)	787 846 488
Trade receivables and other debit balances		( 356 316 081)	216 912 474
Trade and other payables(*)		440 192 534	( 157 380 389)
Provision utilized	11	( 169 037)	( 3 018 954)
Inventory provision used	4	( 914 415)	( 159 023)
Payments of employee benefit obligations		( 801 021)	( 606 448)
Dividends paid to employees		( 55 645)	-
<b>Cash generated from operating activities</b>		<b>949 401 938</b>	<b>1 586 132 368</b>
Interest paid		( 67 193 196)	( 116 512 462)
<b>Net cash flows generated from operating activities</b>		<b>882 208 742</b>	<b>1 469 619 906</b>
<b>Cash flows from investing activities</b>			
Payment for purchase of property, plant and equipment and Intangible assets(*)		( 259 103 273)	( 215 278 598)
Proceeds from sale of property, plant and equipment		1 063 571	2 590 772
Interest received		49 613 720	62 209 563
Payment for purchase of treasury bills		(1 861 132 266)	(1 794 117 499)
Proceeds from sale of Treasury Bills		1 244 736 198	1 136 990 437
Payment for purchase of Fair value investments through P&L		( 104 060 000)	--
Proceeds from the sale of Fair value investments through P&L		560 975 715	--
<b>Net cash flows used in investing activities</b>		<b>( 367 906 335)</b>	<b>( 807 605 325)</b>
<b>Cash flows from financing activities</b>			
Lease Payments		( 23 740 070)	( 11 531 519)
Payments of borrowings		( 37 387 986)	( 63 495 359)
Proceeds from non-controlling interest for Edita Food Industries Morocco capital increase		50 800 662	
Proceeds from borrowings		30 998 821	577 421 859
<b>Net cash flows used in financing activities</b>		<b>20 671 427</b>	<b>502 394 981</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>534 973 834</b>	<b>1 164 409 562</b>
Cash and cash equivalents at beginning of the period		( 54 659 149)	( 290 075 683)
<b>Cash and cash equivalents at end of the period</b>	7	<b>480 314 685</b>	<b>874 333 879</b>

**Non-cash transactions**

\* The effect of credit purchase of property, plant, and equipment amounted to EGP 60 632 474 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 Intangible assets.

- The accompanying notes form an integral part of these condensed consolidated interim financial statements.

**EDITA FOOD INDUSTRIES (S.A.E.) AND ITS SUBSIDIARIES**

**Notes to the Condensed consolidated interim financial statements –**

**For the three months period ended 31 March 2026**

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

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**1. General information**

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

The Group provides manufacturing, producing, and packing of all food products and producing and packing of juices, jams, readymade food, cakes, pastry, milk products, meat, vegetables, fruits, chocolate, vegetarian products and other food products with all necessary ingredients.

The Group's financial year starts on 1 January and ends on 31 December each year.

These condensed consolidated financial statements have been approved by the Board of Directors on 17 May 2026.

**2. Accounting policies**

The condensed consolidated interim financial statements have been prepared by following the same accounting policies that were applied and followed when preparing the financial statements for the financial year ending on December 31, 2025.

**A. Basis of preparation**

These condensed consolidated financial statements have been prepared in accordance with Egyptian Accounting Standard No. 30 "Interim Financial Reporting" and applicable related laws and regulations. The condensed consolidated financial statements have been prepared under the historical cost convention except for employees' post-employment defined benefit obligations that are measured at the present value of the obligation using the projected credit unit method.

The preparation of condensed consolidated 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 Group's accounting policies.

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.) AND ITS SUBSIDIARIES**  
**Notes to the Condensed consolidated interim financial statements –**  
**For the three months period ended 31 March 2026**  
(In the notes all amounts are shown in Egyptian Pounds unless otherwise stated)

**Percentage of ownership in subsidiaries**

The group consists of the below companies as of 31 March 2026 and 31 December 2025 unless otherwise was noted and the percentage of the Group's share of the companies in is the direct ownership of the ordinary shares of the paid-up capital only.

Name of entity	Place of business/ country of incorporation	Ownership interest held by the group		Ownership interest held by non-controlling interests	
		31 March 2026	31 December 2025	31 March 2026	31 December 2025
Edita for Trade and Distribution	Egypt	99.8%	99.8%	0.2%	0.2%
Edita Confectionery Industries	Egypt	99.98%	99.98%	0.02%	0.02%
Edita Participation Limited	Cyprus	100%	100%	--	--
Edita food Industries -Morocco	Morocco	78.36%	78.36%	21.64%	21.64%
Edita For Food Investments	Egypt	100%	100%	--	--
Edita Frozen Food Industries	Egypt	100%	100%	--	--
Edita International LTD	UAE	100%	100%	--	--
Edita Investment Holding LTD	UAE	100%	100%	--	--
Edita TJA LTD	UAE	51%	51%	49%	49%
Ahramat El Nile For Trading and Food industries	Iraq	49%	49%	51%	51%

**B. Basis of consolidation**

**1) Subsidiaries**

Subsidiaries are all entities (including structured entities) over which the group has control. The group controls an entity when the group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully condensed consolidated from the date on which control is transferred to the group. They are deconsolidated from the date that control ceases.

**1.1 Acquisition method**

The group applies the acquisition method to account for business combinations.

The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquire and the equity interests issued by the group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date.

The group recognises any non-controlling interest in the acquiring on an acquisition-by-acquisition basis, at the non-controlling interest's proportionate share of the recognized amounts of acquirer's identifiable net assets at the date of acquisition. Acquisition-related costs are expensed as incurred.

If the business combination is achieved in stages, the acquisition date carrying value of the acquirer's previously held equity interest in the acquire is re-measured to fair value at the acquisition date; any gains or losses arising from such re-measurement are recognised in the statement of profit or loss.

Inter-company transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated but considered as an impairment indicator of the assets transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

#### **1.2 Changes in ownership interests in subsidiaries without change of control**

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions – that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

#### **1.3 Disposal of subsidiaries**

When the group ceases to have control any retained interest in the entity is remeasured to its fair value at the date when control is lost, with the change in carrying amount recognised in profit or loss for the parent company.

#### **1.4 Goodwill**

Goodwill arises on the acquisition of subsidiaries and represents the excess of the consideration transferred, the amount of any non-controlling interest in the acquire and the acquisition-date fair value of any previous equity interest in the acquire over the fair value of the identifiable net assets acquired. If the total of consideration transferred, non-controlling interest recognised and previously held interest measured at fair value is less than the fair value of the net assets of the subsidiary acquired, in the case of a bargain purchase, the difference is recognised directly in the statement of profit or loss. For the purpose of impairment testing, goodwill acquired in a business combination is allocated to each of the CGUs, or groups of CGUs, that is expected to benefit from the synergies of the combination. Each unit or group of units to which the goodwill is allocated represents the lowest level within the entity at which the goodwill is monitored for internal management purposes. Goodwill is monitored at the operating segment level.

Goodwill impairment reviews are undertaken annually or more frequently if events or changes in circumstances indicate a potential impairment. The carrying value of the CGU containing the goodwill is compared to the recoverable amount, which is the higher of value in use and the fair value less costs of disposal. Any impairment is recognised immediately as an expense and is not subsequently reversed.

#### **1.5 Measurement period:**

The measurement period is the period after the acquisition date which provides the acquirer with a reasonable time to obtain the information necessary to identify and measure all items arisen from an acquisition of a subsidiary. The measurement period shall not exceed one year from the acquisition date, If the group has identified a new facts or circumstances regarding the acquisition during the measurement period, the acquirer shall retrospectively adjust the provisional amounts recognised at the acquisition date.

## **2) Investment in Joint Venture**

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement. Those parties are called joint venturers.

### **2.1 Equity accounting method**

Investments in joint ventures are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the date of acquisition from the change of the group's share from the joint venture's net assets. The group's share of post-acquisition profit or loss is recognized in the statement of profit or loss, and its share of post-acquisition movements in other comprehensive income is recognized in other comprehensive income with a corresponding adjustment to the carrying amount of the investment, with the group's share of the changes in equity after acquisition date.

### **2.2 Changes in owner's equity**

If an entity's ownership interest in an associate or a joint venture is reduced, but the investment continues to be classified either as an associate or a joint venture respectively, the entity shall reclassify to profit or loss the proportion of the gain or loss that had previously been recognised in other comprehensive income relating to that reduction in ownership interest if that gain or loss would be required to be reclassified to profit or loss on the disposal of the related assets or liabilities.

### **2.3 The losses of a joint venture**

When the group's share of losses in an joint venture equals or exceeds its interest in the joint venture, the group does not recognise further losses, and after the group's share reduced to zero, any additional losses and liabilities are recognized only to the limit it has incurred legal or constructive obligations or made payments on behalf of the joint venture, When the joint venture start to generate profits in the upcoming periods, the group continues to recognize their share in these profits, only after their share of profits equals their share of unrecognized losses.

### **2.4 Transactions with joint venture**

Profits and losses resulting from upstream and downstream transactions between the group (including the subsidiaries) and the joint venture are recognised in the group's financial statements only to the extent of other investor's interests in the joint venture.

### **2.5 Goodwill arisen from investments in joint venture**

Goodwill represents the excess of the consideration transferred, of the group's share in the fair value of the net identifiable assets and liabilities acquired at the acquisition date

Goodwill arises from the investment in joint venture is included within the cost of the investment in joint venture after deduction of impairment losses in joint venture and it does not presented separately, and the goodwill impairment is not tested separately, In addition to the impairment test is performed on the carrying amount of total investments – as an individual asset, by comparing the carrying value with the recoverable amount of the asset, and the impairment losses recognized at this case are not allocated to any asset, therefore, any reversed settlement for the impairment losses are recognized to the extent that the recoverable amount will increase to the extent it will not exceed the amount of the impairment losses previously recognized.

**EDITA FOOD INDUSTRIES (S.A.E.) AND ITS SUBSIDIARIES**

Notes to the Condensed consolidated interim financial statements –  
For the three months period ended 31 March 2026

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

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

	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>Cost</b>								
Cost as of January 1, 2025	149 150 128	1 598 150 690	2 949 632 389	845 402 680	453 029 591	245 309 599	137 786 903	6 378 461 980
Transferred from projects under constructions	-	81 302 298	126 025 717	1 008 772	57 153 856	13 010 716	(312 795 634)	(34 294 275)
Translation differences	-	11 122 691	7 988 521	( 21 950)	935 137	116 832	(2 182 974)	17 958 257
Acquisition	-	-	211 719 211	7 893 769	7 243 447	28 770	184 391 655	411 276 852
Additions	-	11 281 031	40 528 101	76 280 850	74 026 666	27 149 838	815 271 309	1 044 537 795
Disposals	-	( 1 217 673)	(50 636 491)	(10 644 414)	( 1 662 912)	(2 391 771)	-	(66 553 261)
<b>Cost as of Dec 31, 2025</b>	<b>149 150 128</b>	<b>1 700 639 037</b>	<b>3 285 257 448</b>	<b>919 919 707</b>	<b>590 725 785</b>	<b>283 223 984</b>	<b>822 471 259</b>	<b>7 751 387 348</b>

**Accumulated depreciation**

As of January 1, 2025	-	( 411 561 864)	( 737 919 266)	( 327 186 410)	( 248 489 093)	( 162 178 894)	-	( 1 887 335 527)
Depreciation for the period	-	( 69 151 562)	( 1 45 592 940)	( 72 470 500)	( 1 12 339 093)	( 29 946 049)	-	( 429 500 144)
Accumulated depreciation of disposals	-	585 465	25 851 017	8 440 976	1 432 063	2 164 996	-	38 474 517
<b>As of December 31, 2025</b>	<b>-</b>	<b>( 480 127 961)</b>	<b>( 857 661 189)</b>	<b>( 391 215 934)</b>	<b>( 359 396 123)</b>	<b>( 189 959 947)</b>	<b>-</b>	<b>( 2 278 361 154)</b>
<b>Net book value as of December 31, 2025</b>	<b>149 150 128</b>	<b>1 220 511 076</b>	<b>2 427 596 259</b>	<b>528 703 773</b>	<b>231 329 662</b>	<b>93 264 037</b>	<b>822 471 259</b>	<b>5 473 026 194</b>

**Cost**

Cost as of January 1, 2026	149 150 128	1 700 639 037	3 285 257 448	919 919 707	590 725 785	283 223 984	822 471 259	7 751 387 348
Transferred from projects under constructions	-	22 485 613	8 508 515	330 800	320 800	23 639 432	( 64 193 002)	( 9 228 642)
Acquisition	-	55 138 682	60 482 270	1 712 332	3 202 969	368 812	33 045 136	153 950 201
Additions	-	508 326	1 450 298	120 739 823	8 998 005	9 027 578	148 221 781	288 945 811
Disposals	-	( 483 087)	( 781)	( 567 000)	( 438 591)	( 266 783)	-	( 1 756 242)
<b>Cost as of March 31, 2026</b>	<b>149 150 128</b>	<b>1 778 288 571</b>	<b>3 355 697 750</b>	<b>1 041 804 862</b>	<b>602 818 968</b>	<b>315 993 023</b>	<b>939 545 174</b>	<b>8 183 298 476</b>

**Accumulated depreciation**

Accumulated Depreciation as of January 1, 2026	-	(480 127 961)	(857 661 189)	(391 215 934)	(359 396 123)	(189 959 947)	-	(2 278 361 154)
Depreciation for the year	-	( 19 066 047)	( 39 819 317)	( 30 832 692)	( 19 752 848)	( 8 982 326)	-	( 118 453 230)
Accumulated depreciation of disposals	-	49 098	423	567 000	425 084	180 908	-	1 222 513
<b>Accumulated Depreciation as of March 31, 2026</b>	<b>-</b>	<b>( 499 144 910)</b>	<b>( 897 480 083)</b>	<b>( 421 481 626)</b>	<b>( 378 723 887)</b>	<b>( 188 761 365)</b>	<b>-</b>	<b>( 2 395 591 871)</b>
<b>Net book value as of March 31, 2026</b>	<b>149 150 128</b>	<b>1 279 143 661</b>	<b>2 458 217 667</b>	<b>620 323 236</b>	<b>224 095 081</b>	<b>117 231 658</b>	<b>939 545 174</b>	<b>5 787 706 605</b>

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

	<u>31 March 2026</u>	<u>31 March 2025</u>
Cost of sales	75 815 001	67 823 710
Distribution costs	26 090 678	23 809 476
Administrative expenses	16 547 551	11 278 665
	<u><b>118 453 230</b></u>	<u><b>102 911 851</b></u>

\* The project under construction represents the following Categories:

	<u>31 March 2026</u>	<u>31 December 2025</u>
Buildings	111 900 729	38 730 181
Machinery and equipment	666 941 339	618 850 274
Tools and equipment	22 599 779	13 620 219
Technical and other installations	138 103 327	151 270 585
	<u><b>939 545 174</b></u>	<u><b>822 471 259</b></u>

**4. Inventories**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Raw and packaging materials	2 060 847 363	1 896 404 221
Finished goods	307 948 382	239 665 675
Spare parts	127 494 144	120 513 069
Work in process	73 118 207	69 364 317
Consumables	39 028 301	38 853 375
<b>Total</b>	<u><b>2 608 436 397</b></u>	<u><b>2 364 800 657</b></u>
Less: write-down for slow moving and obsolete inventory	(60 406 828)	(49 750 606)
<b>Net</b>	<u><b>2 548 029 569</b></u>	<u><b>2 315 050 051</b></u>

**Write-down for slow moving and obsolete inventory:**

	<u>31 March 2026</u>	<u>31 December 2025</u>
<b>Balance as of 1 January</b>	49 750 606	20 320 201
Charged during the period / year	5 483 183	31 332 605
Utilized during the period / year	(914 415)	(1 902 200)
Currency Translation	6 087 454	--
<b>Ending Balance as of the period / year</b>	<u><b>60 406 828</b></u>	<u><b>49 750 606</b></u>

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**5. Goodwill**

On April 21, 2022, the group's management obtained control over Edita Food Industries Morocco. Where both parties signed an amendment agreement where reserved matters related to joint control have been removed following non-exercise of the call option by DISLOG. The group management completed the fair value study for identified assets and liabilities related to the acquisition of Edita Food Industries Morocco and revaluation of goodwill and intangible assets at date of step acquisition of Edita Food Industries Morocco.

During the third quarter of 2025, and in accordance with the terms of the strategic partnership agreement between Edita Food Industries and the Iraqi company Tuma Jabr Abbas, the acquisition of 49% of the shares of Ahramat El Nile for General Trading Company was completed through a capital increase. The Iraqi company's capital reached 1 960 700 000 Iraqi dinars. The Group's management re-measured the net assets of the investee company at fair value on the date of control which amounted to 666 323 156 EGP at the acquisition date.

	<u>31 March 2026</u>	<u>31 December 2025</u>
Balance as of 1 January	158 769 416	126 928 384
Goodwill Translation from foreign operation	21 253 762	31 841 032
<b>Ending Balance as of the period / year</b>	<b><u>180 023 178</u></b>	<b><u>158 769 416</u></b>

**6. Treasury bills**

	<u>31 March 2026</u>	<u>31 December 2025</u>
<b>Treasury bills par value</b>		
31 Days maturity	985 560 375	747 100 000
91-180 Days maturity	350 000 000	727 099 666
181-365 Days maturity	3 196 000 000	2 306 000 000
<b>Total</b>	<b><u>4 531 560 375</u></b>	<b><u>3 780 199 666</u></b>
Total Unearned credit interest	(612 200 567)	(451 381 083)
<b>Amount paid for treasury bills</b>	<b><u>3 919 359 808</u></b>	<b><u>3 328 818 583</u></b>
Interest earned	318 235 746	116 539 301
<b>Treasury bills balance</b>	<b><u>4 237 595 554</u></b>	<b><u>3 445 357 884</u></b>

- The average effective interest rate related to treasury bills is 25.43%.
- Based on Prime Minister decision number 4575 for the year 2023, All debt instruments issued by the Egyptian government nominated in Egyptian currency is exempted from Expected credit losses measurement.

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**7. Cash and bank balances**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Cash at banks and on hand	1 206 451 656	716 765 194
Time deposit – Foreign currency (*)	175 896 025	--
<b>Cash and bank balances</b>	<b><u>1 382 347 681</u></b>	<b><u>716 765 194</u></b>

(\*) The average rate on time deposit is 4.1% with maturity of three months.

For the purpose of preparation of the interim condensed consolidation cash flow statements, cash and cash equivalents consist of:

	<u>31 March 2026</u>	<u>31 March 2025</u>
Cash and bank balances	1 382 347 681	1 326 798 901
Bank overdraft (Note 12)	(902 032 996)	(452 465 022)
<b>Total</b>	<b><u>480 314 685</u></b>	<b><u>874 333 879</u></b>

**8. Share capital**

Authorized capital EGP 360 000 000 (1 800 000 000 share, par value EGP 0.2 per share).

Previously, the issued and paid-up capital amounted to EGP 72 536 290 after trading distributed on 362 681 450 shares (par value EGP 0.2 per share) were distributed as follow:

On 30 March 2016, an Extra Ordinary General Assembly meeting held in which the shareholders approved the increase of issued and paid-up capital from 72 536 290 EGP to be 145 072 580 EGP, An increase amounted to 72 536 290 EGP distributed on 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 the commercial register on 9 May 2016.

On 4 April 2021, the extraordinary general assembly meeting approved to write off the treasury shares amounted 2 304 461 shares. Accordingly, the share capital has been reduced by the par value of the treasury shares and the issued and paid-up capital amounted to EGP 144 611 688 shares distributed among 723 058 440 shares (par value EGP 0.2 per share).

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 April 16, 2025, the extra ordinary general assembly of the company's shareholders was held, and it approved the issued capital increase from EGP 140 002 731 to EGP 280 005 462 with an increase of

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EGP 140 002 731 against 700 013 656 shares with par value of EGP 0.2 per share. The increase will be financed through the retained earnings as per the financial statements for the period ended 31st of December 2024 distributed as a free share for each original share.

On May 7, 2025, the capital increase had been authorized in the company commercial register.

Accordingly, the issued and paid-up capital as of 31 March 2026 amounted to EGP 280 005 462 (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.

Based on the Board of Directors' resolution on July 21, 2025, the Company purchased 11 006 173 shares from the stock market for an amount of EGP 192 608 865. The amount paid was recorded as treasury shares and presented under equity.

**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 Group may stop such transfers when the legal reserve reaches 50% of the issued capital. The reserve is not eligible for distribution to shareholders.

**10. Loans**

	31 March 2026			31 December 2025		
	Current portion	Non-current portion	Total	Current portion	Non-current portion	Total
Loans	999 364 058	3 057 939 556	4 057 303 614	813 869 286	2 886 725 728	3 700 595 014
	<b>999 364 058</b>	<b>3 057 939 556</b>	<b>4 057 303 614</b>	<b>813 869 286</b>	<b>2 886 725 728</b>	<b>3 700 595 014</b>

The due dates for current portion loans according to the following schedule:

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	<u>31 March 2026</u>	<u>31 December 2025</u>
Balance due within 1 year	859 228 212	762 886 080
Accrued interest	140 135 846	50 983 206
	<u>999 364 058</u>	<u>813 869 286</u>

**(1) IFC loan obtained by Edita food industries and EPL**

	<u>31 March 2026</u>			<u>31 December 2025</u>		
	<u>Current portion</u>	<u>Non-current portion</u>	<u>Total</u>	<u>Current portion</u>	<u>Non-current portion</u>	<u>Total</u>
IFC loan	452 709 088	1 891 038 462	2 343 747 550	365 521 263	1 651 500 010	2 017 021 273
	<u>452 709 088</u>	<u>1 891 038 462</u>	<u>2 343 747 550</u>	<u>365 521 263</u>	<u>1 651 500 010</u>	<u>2 017 021 273</u>

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

	<u>31 March 2026</u>	<u>31 December 2025</u>
Balance due within 1 year	378 207 692	330 300 000
Accrued interest	74 501 396	35 221 263
	<u>452 709 088</u>	<u>365 521 263</u>

On 30 September 2023, Edita Food Industries S.A.E, Edita Participation Cyprus Limited and Edita For Trade & Distribution S.A.E "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 March 31,2026, the outstanding balance as per Edita Participation Cyprus Limited amounted to USD 42 902 207 (December 31,2025: USD 42 167 254).

**Terms of payments:**

The group is obligated to repay the withdrawn amounts on 13 equal semi-annual installments. Each installment amounts to USD 3 461 538; The first installment is due in October 2025 and the last in October 2031.

**Interest:**

The interest rate is SOFR based on 180 days plus 3.3%.

**Fair value:**

Fair value is approximately equal the carrying amount since the loan is bearing variable interest rate that approximate the market prevailing rates.

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**(2) Edita Food Industries**

	31 March 2026			31 December 2025		
	Current	Non-current	Total	Current	Non-current	Total
Seventh loan	19 367 153	3 183 578	22 550 731	19 200 000	2 600 759	21 800 759
Eighth Loan	17 328 902	27 876 815	45 205 717	20 619 428	33 177 912	53 797 340
Ninth loan	27 626 238	10 203 036	37 829 274	17 679 906	29 905 498	47 585 404
Tenth Loan	13 661 250	12 032 651	25 693 901	13 538 533	11 604 279	25 142 812
Eleventh Loan	39 363 250	133 000 000	172 363 250	50 392 222	152 000 000	202 392 222
Twelfth loan	2 069 073	2 855 335	4 924 408	2 124 369	3 807 113	5 931 482
Thirteenth Loan	53 165 397	159 600 433	212 765 830	42 702 702	159 600 433	202 303 135
Fourteenth Loan	153 613 423	630 466 910	784 080 333	114 630 348	630 466 911	745 097 259
<b>Total</b>	<b>326 194 686</b>	<b>979 218 758</b>	<b>1 305 413 444</b>	<b>280 887 508</b>	<b>1 023 162 905</b>	<b>1 304 050 413</b>

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

	31 March 2026	31 December 2025
Balance due within 1 year	272 417 555	265 471 880
Accrued interest	53 777 131	15 415 628
<b>Total</b>	<b>326 194 686</b>	<b>280 887 508</b>

Borrower	Type of debt	Guaranties	Currency	Tenure	Interest rate
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 installment 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 installment 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 installment 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 installment in June 2026	0.45% above mid corridor rate of Central Bank of Egypt

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**(3) Edita for Trade and Distribution**

	31 March 2026			31 December 2025		
	Non-current			Non-current		
	Current portion	portion	Total	Current portion	portion	Total
<b>Second Loan</b>	63 210 889	156 750 000	<b>219 960 889</b>	52 250 000	156 750 000	<b>209 000 000</b>
	<b>63 210 889</b>	<b>156 750 000</b>	<b>219 960 889</b>	<b>52 250 000</b>	<b>156 750 000</b>	<b>209 000 000</b>

The due current portion is according to the following schedule:

	31 March 2026	31 December 2025
Balance due within 1 year	52 250 000	52 250 000
Accrued interest	10 960 889	--
	<b>63 210 889</b>	<b>52 250 000</b>

**Second Loan**

The company obtained a loan from a financial institution based on a cross corporate guarantee issued from Edita Food Industries Company amounted to EGP 230 million.

**Terms of payments:**

Edita Trade and Distribution is obligated to pay the loan on 8 semi-annual installments amounted to 28 750 000 and the first installments is due on 30 June 2026 and the last installments is due on 30 December 2029.

As of the condensed consolidated interim financial statements date the company withdrawn 209 million EGP.

**Interest:**

The rate is 0.5% above Central Bank of Egypt mid corridor rate.

**Fair value:**

Fair value is approximately equal to book value.

**(4) Edita Food Industries Morocco:**

	31 March 2026			31 December 2025		
	Non-Current			Non-current		
	Current portion	Portion	Total	Current Portion	Portion	Total
	128 082 543	30 932 336	<b>159 014 879</b>	115 210 515	55 312 813	<b>170 523 328</b>
	<b>128 082 543</b>	<b>30 932 336</b>	<b>159 014 879</b>	<b>115 210 515</b>	<b>55 312 813</b>	<b>170 523 328</b>

The due current portion is according to the following schedule:

	31 March 2026	31 December 2025
Balance due within 1 year	127 258 516	114 864 200
Accrued interest	824 027	346 315
	<b>128 082 543</b>	<b>115 210 515</b>

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**(5) Ahramat El Nile For Trading and Food industries:**

31 March 2026			31 December 2025		
Non-Current			Non-current		
Current portion	Portion	Total	Current Portion	Portion	Total
29 166 852	--	29 166 852	--	--	--
<b>29 166 852</b>	<b>--</b>	<b>29 166 852</b>	<b>--</b>	<b>--</b>	<b>--</b>

The due current portion is according to the following schedule:

	31 March 2026	31 December 2025
Balance due within 1 year	29 129 933	--
Accrued interest	36 919	--
	<b>29 166 852</b>	<b>--</b>

**Deferred government grant**

The Group 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:

	31 March 2026			31 December 2025		
	Current	Non-current	Total	Current	Non-current	Total
Seventh loan	339 707	--	339 707	605 991	--	605 991
Ninth loan	148 254	--	148 254	255 709	--	255 709
Tenth loan	75 651	--	75 651	155 294	--	155 294
	<b>563 612</b>	<b>--</b>	<b>563 612</b>	<b>1 016 994</b>	<b>--</b>	<b>1 016 994</b>

**Government Grants – Investment Subsidy – Edita Food Industries Morocco**

31 March 2026			31 December 2025		
Current	Non-Current	Total	Current	Non-Current	Total
1 754 904	19 941 613	21 696 517	1 570 055	17 841 111	19 411 166
<b>1 754 904</b>	<b>19 941 613</b>	<b>21 696 517</b>	<b>1 570 055</b>	<b>17 841 111</b>	<b>19 411 166</b>

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**11. Provisions**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Balance at 1 January	96 646 561	99 601 868
Additions during the period / year	6 793 748	28 409 302
Utilized during the period / year	(169 037)	(23 679 679)
Provision no longer required	(40 718 883)	(7 778 729)
Currency translation	608 363	93 799
<b>Ending Balance as of</b>	<b><u>63 160 752</u></b>	<b><u>96 646 561</u></b>

Provisions related to claims expected to be made by a third party in connection with the Group's operations. 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 overdraft**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Bank overdraft	902 032 996	771 424 343
<b>Total</b>	<b><u>902 032 996</u></b>	<b><u>771 424 343</u></b>

Bank overdraft is an integral part of the Group's cash management to finance its working capital. The average interest rate for bank overdraft was 18.73% as of 31 March 2026 (31 December 2025: 20.42%).

**13. Earnings per share**

**Basic**

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

Since there is no proposed distribution account, the net profit of the shareholders has been determined on the basis of the net profit for the period/year without deducting the employees' share and board members' remuneration in the dividends.

	<u>31 March 2026</u>	<u>31 March 2025</u>
<b>Profit attributed to owners of the parent</b>	873 819 839	433 286 781
Employees' profit share*	(57 911 872)	(48 172 229)
<b>Profit attributed to owners of the parent after employees' profit share</b>	<b>815 907 967</b>	<b>385 114 552</b>
Ordinary shares	1 400 027 312	1 400 027 312
Treasury shares	(11 006 173)	--
<b>Weighted average number of ordinary shares in issue</b>	<b>1 389 021 139</b>	<b>1 400 027 312</b>
<b>Basic earnings per share</b>	<b><u>0.59</u></b>	<b><u>0.28</u></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.

**EDITA FOOD INDUSTRIES (S.A.E.) AND ITS SUBSIDIARIES**  
**Notes to the Condensed consolidated interim financial statements –**  
**For the three months period ended 31 March 2026**  
(In the notes all amounts are shown in Egyptian Pounds unless otherwise stated)

**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 group does not have any categories of dilutive potential ordinary shares, hence the diluted earnings per share is the same as the basic earnings per share.

**14. Trade receivables**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Trade receivables	327 756 200	241 698 023
Notes receivable	263 210	1 813 540
<b>Total</b>	<u>328 019 410</u>	<u>243 511 563</u>

**15. Debtors and other debit balances**

	<u>31 March 2026</u>	<u>31 December 2025</u>
Advances to suppliers	1 013 752 100	746 198 738
Prepaid expenses	121 564 495	61 582 674
Deposits with others	42 736 736	40 447 022
Other debit balances	47 581 939	9 134 804
Withholding taxes	8 814 504	33 013 069
Value Added Tax – Morocco	21 529 807	25 235 563
Export subsidies grand receivable	10 649 690	20 649 693
Government Grant – Edita Morocco	5 316 192	4 756 224
Letters of credit	8 015 275	6 242 646
Letters of guarantee	375 000	375 000
Employee loans	113 644	97 194
<b>Total</b>	<u>1 280 449 382</u>	<u>947 732 627</u>
Expected credit loss in other debit balances	<u>(15 000 000)</u>	<u>(15 000 000)</u>
<b>Net</b>	<u>1 265 449 382</u>	<u>932 732 627</u>



**EDITA FOOD INDUSTRIES (S.A.E.) AND ITS SUBSIDIARIES**  
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**For the three months period ended 31 March 2026**  
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Operating profit reconciles to net profit as follows:

	<u>31 March 2026</u>	<u>31 March 2025</u>
<b>Operating profit</b>	958 315	630 692
Foreign Exchange Gains	45 154	15 837
Finance cost	(155 877)	(133 911)
Finance income	265 616	77 518
Other income/expense	29 695	(17 761)
Income tax	(290 850)	(142 593)
<b>Net profit</b>	<u><b>852 053</b></u>	<u><b>429 782</b></u>

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

Management has determined the operating segments based on the information reviewed by the chief operating decision makers of the group 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 Group 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 group.

**17. Expenses by Nature**

	<u>31 March 2026</u>	<u>31 March 2025</u>
Cost of sales	3 739 501 996	2 911 589 891
Distribution cost	628 390 143	392 948 746
Administrative expenses	444 291 046	348 148 231
	<u><b>4 812 183 185</b></u>	<u><b>3 652 686 868</b></u>
Raw and packaging materials used	3 099 616 884	2 420 488 996
Salaries and wages	638 682 739	463 651 754
Advertising expense	284 091 058	141 071 377
Depreciation and amortization	139 731 319	114 684 854
Employees benefits	111 214 917	91 167 471
Other expenses	171 964 605	134 412 767
Gas, water and electricity	74 499 692	55 049 309
Company share in social insurance	47 179 412	41 444 636
Logistics expense	63 838 448	40 102 472
Transportation expense	47 088 030	35 665 340
Vehicle expense	53 197 083	47 012 397
Maintenance	48 745 236	41 371 041
Consumable materials	32 333 762	26 564 454
<b>Total cost of sales, distribution costs, and administrative expenses</b>	<u><b>4 812 183 185</b></u>	<u><b>3 652 686 868</b></u>

**18. Other credit balances**

The increase in creditors and other credit balances is mainly due to an increase in accrued expenses related to marketing and advertising expenses and the Advance from customers related to Export customers as of March 31, 2026.

**19. Contingent liability**

**(1) Edita Food Industries Company**

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

The Company had contingent liabilities in respect of letters of guarantee and letters of credit arising from ordinary course of business amounted to EGP 606 633 853 as of 31 March 2026, (31 December 2025: EGP 468 006 597).

**(2) Edita For Trade and Distribution**

The Company guarantees Edita Food Industries against third parties in borrowing from Egyptian Banks.

The Company had contingent liabilities in respect of letters of guarantee and letters of credit as at 31 March 2026 EGP 2 700 000 (31 December 2025: EGP 2 700 000).

**(3) Edita Confectionary Industries Company**

On 31 March 2026, the Company had contingent liabilities in respect of letters of guarantee and letters of credit arising from ordinary course of business amounted to EGP 8 764 835 (31 December 2025: EGP 444 903).

**20. Commitments**

**Capital commitments**

The Group has capital commitments as of 31 March 2026 of EGP 858 million (31 December 2025: EGP 861 M) in respect of capital expenditure.

**21. 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 group as of the date of the condensed consolidated interim financial statements dated 31 March 2026.

**Edita Food Industries Company**

**a) Corporate tax**

- The company is tax exempted for a period of 10 years ending 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 2019 and all due tax amounts paid.

- For the years 2020 – 2022 the Company have finalized inspection and file transferred to internal committee.
- For the years 2023 – 2025 the Company submitted the tax return according to law No. 91 of 2005 in its legal period and has not been inspected yet.

**b) Payroll tax**

- The payroll tax inspection was performed till 31 December 2022 and company paid tax due.
- As for the years 2023 till 2025 the tax inspection has not been performed and the company is submitting the quarterly tax return on due time to the Tax Authority.

**c) Value added tax**

- The sales tax inspection was performed till 31 December 2023 and tax due was paid.
- As for the years 2024 till 2025 the tax inspection has not been performed and the company is submitting monthly tax returns on due time to the Tax Authority.

**d) Stamp duty tax**

- The stamp duty tax inspection was performed till 2022 and all due tax amounts paid.
- The years from 2023 to 2025 tax inspection has not been performed.

**Edita for Trade and Distribution**

**a) Corporate tax**

- The company is subject to the corporate income tax according to tax law No, 91 of 2005 and amendments.
- The tax inspection was performed by the Tax Authority for the year from the Company's inception until year 2019 and the tax resulting from the tax inspection were settled and paid to the Tax Authority.
- For the years 2020 – 2022 the Company have finalized inspection and file transferred to internal committee.
- The company hasn't been inspected for the years from 2023 to 2025 and the company submits its tax returns on due dates according to law No. 91 for the year 2005.

**b) Payroll tax**

- The tax inspection was performed until 31 December 2022 and the tax resulting from the tax inspection and assessment were settled and paid to the Tax Authority.
- As for the years 2023 till 2025 the tax inspection has not been performed and the company is submitting quarterly tax forms on due time to the Tax Authority.

**c) Value added tax**

- The tax inspection was performed until 31 December 2024 and the tax resulting from the tax inspection and assessment were settled and paid to the Tax Authority.
- For the year 2025 the Company has not been inspected and it submits its monthly sales VAT return on due date.

**d) Stamp tax**

- The tax inspection was performed for the year from the Company's inception until 31 December 2023 and the tax resulting from the tax inspection and assessment were settled and paid to the Tax Authority
- For the years 2024-2025 the Company hasn't been inspected yet.

**Edita Confectionary Industries Company**

**a) Corporate tax**

- The Company is subject to the corporate income tax according to tax Law No. 91 of 2005 and adjustments.
- The corporate tax inspection was performed since inception to 2019 and the difference was settled and paid.
- For the years 2020 – 2022 the Company have finalized inspection and file transferred to internal committee.
- The company hasn't been inspected for the years from 2023 to 2025 and the Company submitted its tax returns to Tax Authority on due dates.

**b) Payroll Tax**

- The payroll tax inspection was performed till 2022 and the tax due was paid to the Tax Authority.
- The company hasn't been inspected for the years from 2023 to 2025.

**c) Value added tax**

- The tax inspection was performed for the year from the Company's inception until 2022 and the tax resulting from the tax inspection and assessment were settled and paid to the Tax Authority.
- The company hasn't been inspected for the years from 2023 - 2025 and the Company submits its monthly VAT tax return on due date.

**d) Stamp Tax**

- The stamp tax inspection was performed till 2022 and the tax due was paid to the Tax Authority.
- The Company has not been inspected for the year from 2023 and 2025.

**Edita Frozen Foods Industries Company**

**a) Corporate tax**

- The Company is subject to the corporate income tax according to tax Law No. 91 of 2005 and adjustments.
- The corporate tax inspection was not performed for the years from 2015 to 2025 as the company has a carry forward loss.

**b) Payroll Tax**

- The payroll tax inspection was performed for the years from 2015 to 2023 and the tax due was paid to the Tax Authority.
- The company hasn't been inspected for the years 2024 – 2025.

**c) Value added tax**

- The company has finalized the tax inspection for the years from 2015 -2022 and settled.
- The company hasn't been inspected for the years 2023 to 2025 and the Company submits its monthly VAT tax return on due date.

**d) Stamp Tax**

- The stamp tax inspection was performed from 2015 to 2022 and settled.  
The inspection had not been inspected for the years 2023 to 2025.

**22. Significant events during the period**

- The Monetary Policy Committee of the Central Bank of Egypt decided, in its meeting on Thursday, February 12, 2026, to cut the overnight deposit and lending yield and the price of the main operation of the Central Bank by 100 basis points, to reach 19%, 20% and 19.5%, respectively. The credit and discount rate was also cut by 100 basis points to reach 19.5%.

**23. Significant events during the subsequent period:**

- On April 19, 2026, the ordinary general assembly of the company's shareholders was held, and it approved the financial statements for the year ended December 31, 2025 and approved the dividends distribution to shareholders of EGP 1.2 Billion to be distributed in the form of cash coupons amounted to EGP 0.8639 per share and employees' dividend distribution of EGP 177.1 million.
- Aso, On April 19, 2026, the ordinary general assembly of the company's shareholders approved an amount of EGP 138 902 114 to be appropriated from the retained earnings for the year ended December 31, 2025 and allocated to a capital increase account, to be distributed to shareholders in the form of bonus shares at a ratio of half a free share for each share held. Execution of the General Assembly's resolution regarding the bonus distribution is subject to obtaining the FRA non-objection to the publication of the disclosure report prepared in accordance with Article 48 of the Listing Rules, as well as the issuance of a resolution by the Extra ordinary General Assembly approving the capital increase by the value of the bonus distribution and amending Articles 6 and 7 of the Company's Articles of Association.
- The Company signed an agreement to obtain a 7 year medium-term loan amounting to EGP 600 million from the Arab Bank, at an interest rate of 0.5% above the official lending rate, to be repaid in equal semi-annual installments, each installment amounting to EGP 60 million, with the first installment due in October 2028. The loan will be used to finance new production lines to enhance production capacity.
- The company signed an agreement to obtain a 7 year medium-term loan amounting to EGP 320 million from the National Bank of Kuwait – Egypt, at an interest rate of 0.5% above the official lending rate, to be repaid in equal semi-annual installments, each installment amounting to EGP 32 million, with the first installment due in October 2028. The loan will be used to finance new production lines to enhance production capacity.
- The Company signed an agreement to obtain a 7 year medium-term loan amounting to EGP 180 million from the National Bank of Kuwait – Egypt, at an interest rate of 0.5% above the official lending rate, to be repaid in equal semi-annual installments, each installment amounting to EGP 18 million, with the first installment due in November 2028. The loan will be used to finance new production lines to enhance production capacity.