

Al Ramz Corporation Investment and Development P.J.S.C.

INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

30 JUNE 2024

Principal business address:

P.O. Box 121200
Dubai
United Arab Emirates

Al Ramz Corporation Investment and Development P.J.S.C.

Interim condensed consolidated financial statements

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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF

AL RAMZ CORPORATION INVESTMENT AND DEVELOPMENT P.J.S.C

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Al Ramz Corporation Investment and Development P.J.S.C (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 30 June 2024, comprising of the interim consolidated statement of financial position as at 30 June 2024, and the related interim consolidated statements of comprehensive income for the three and six month periods then ended and the related interim consolidated statements of changes in equity and cash flows for the six month period then ended and explanatory information. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard IAS 34 *Interim Financial Reporting* (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.


Scope of review

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

Conclusion

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

For Ernst & Young



Walid J Nakfour
Registration No 5479

5 August 2024
Abu Dhabi, United Arab Emirates

Al Ramz Corporation Investment and Development P.J.S.C.

Interim consolidated statement of comprehensive income

For the three and six month periods ended 30 June 2024 (Unaudited)

	Notes	For the three months ended 30 June		For the six months ended 30 June	
		2024	2023	2024	2023
		AED'000	AED'000	AED'000	AED'000
Net commission income		3,274	8,164	10,299	15,355
Finance income from margin receivables		15,016	12,003	29,941	21,793
Finance income from deposits		2,727	1,803	5,104	4,190
Finance costs		(6,186)	(2,565)	(11,397)	(4,233)
Net finance income		11,557	11,241	23,648	21,750
Corporate finance, advisory and other income		2,380	2,729	10,301	5,916
Investment gain (loss), net	4	2,510	3,722	(2,981)	10,150
General and administrative expenses	5	(18,864)	(19,402)	(38,597)	(39,353)
Provision for expected credit losses	6	(40)	(40)	(79)	(79)
Profit for the period before income tax		817	6,414	2,591	13,739
Income tax expense		(70)	-	(233)	-
Profit for the period		747	6,414	2,358	13,739
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		747	6,414	2,358	13,739
Basic and diluted earnings per share (AED)	16	0.001	0.012	0.004	0.025

The notes number 1 to 18 form an integral part of these interim condensed consolidated financial statements.

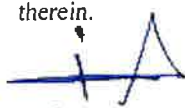
Al Ramz Corporation Investment and Development P.J.S.C.

Interim consolidated statement of financial position

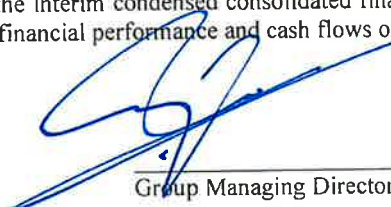
As at 30 June 2024

	Notes	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Assets			
Non-current assets			
Property and equipment		33,950	32,218
Goodwill and intangible assets		35,473	33,604
Right of use asset		768	851
		<u>70,191</u>	<u>66,673</u>
Current assets			
Margin and trade receivables	6	528,424	452,296
Other assets		9,691	7,726
Guarantee deposits		19,750	19,750
Due from securities markets		61,050	108,921
Investments at fair value through profit or loss	8	65,699	76,363
Bank balances and cash	7	448,554	502,577
		<u>1,133,168</u>	<u>1,167,633</u>
Total assets		<u><u>1,203,359</u></u>	<u><u>1,234,306</u></u>
Equity and liabilities			
Equity			
Share capital	9	549,916	549,916
Share premium		21,958	21,958
Acquisition reserve	10	(283,966)	(283,966)
Statutory reserve		93,250	93,250
General reserve		6,335	6,335
Retained earnings		133,794	164,432
		<u>521,287</u>	<u>551,925</u>
Total equity		<u>521,287</u>	<u>551,925</u>
Non-current liabilities			
Employees' end of service benefits	11	7,215	6,479
Lease liability		779	828
Income tax payable		233	-
Deferred tax liability		354	354
		<u>8,581</u>	<u>7,661</u>
Current liabilities			
Accounts payable and accruals	12	237,651	345,917
Short term borrowings	13	435,661	328,648
Lease liability		176	152
Due to securities markets		3	3
		<u>673,491</u>	<u>674,720</u>
Total liabilities		<u>682,072</u>	<u>682,381</u>
Total equity and liabilities		<u><u>1,203,359</u></u>	<u><u>1,234,306</u></u>

To the best of our knowledge, the interim condensed consolidated financial statements present fairly, in all material respects, the financial position, financial performance and cash flows of the Group as of and for the periods presented therein.



Chairman



Group Managing Director



GCEO – Financial Services

The notes number 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Al Ramz Corporation Investment and Development P.J.S.C.

Interim consolidated statement of changes in equity

For the six-month period ended 30 June (Unaudited)

	Share capital AED'000	Share premium AED'000	Acquisition reserve AED'000	Statutory reserve AED'000	General reserve AED'000	Retained earnings AED'000	Total equity AED'000
At 1 January 2023 <i>(Audited)</i>	549,916	21,958	(283,966)	89,283	4,351	163,707	545,249
Total comprehensive income for the period	-	-	-	-	-	13,739	13,739
Dividend <i>(note 18)</i>	-	-	-	-	-	(32,995)	(32,995)
At 30 June 2023 <i>(Unaudited)</i>	<u>549,916</u>	<u>21,958</u>	<u>(283,966)</u>	<u>89,283</u>	<u>4,351</u>	<u>144,451</u>	<u>525,993</u>
At 1 January 2024 <i>(Audited)</i>	549,916	21,958	(283,966)	93,250	6,335	164,432	551,925
Total comprehensive income for the period	-	-	-	-	-	2,358	2,358
Dividend <i>(note 18)</i>	-	-	-	-	-	(32,996)	(32,996)
At 30 June 2024 <i>(Unaudited)</i>	<u>549,916</u>	<u>21,958</u>	<u>(283,966)</u>	<u>93,250</u>	<u>6,335</u>	<u>133,794</u>	<u>521,287</u>

The notes number 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Al Ramz Corporation Investment and Development P.J.S.C.

Interim consolidated statement of cash flows

For the six-month period ended 30 June 2024 (Unaudited)

	Notes	2024 AED'000	2023 AED'000
Operating activities			
Profit before tax for the period		2,591	13,739
<i>Adjustments for:</i>			
Depreciation of property and equipment	5	2,807	2,466
Depreciation of right of use asset	5	83	82
Provision for employees' end of service benefits	11	1,132	1,050
Finance income		(5,104)	(4,190)
Net change in fair value of investments carried at fair value through profit or loss	8	4,228	(6,614)
Dividend income	4	(1,247)	(2,023)
Provision for expected credit losses, net	6	79	79
Finance costs		11,397	4,233
		<u>15,966</u>	<u>8,822</u>
Working capital changes:			
Margin and trade receivables		(76,207)	(71,923)
Other assets		(1,965)	(1,228)
Due from securities markets		47,871	(95,702)
Due to securities markets		-	(21,548)
Accounts payable and accruals		(108,266)	125,052
		<u>(122,601)</u>	<u>(56,527)</u>
Employees' end of service benefits paid	11	(396)	(225)
Finance costs paid		(11,372)	(4,233)
		<u>(134,369)</u>	<u>(60,985)</u>
Investing activities			
Purchase of property and equipment		(4,539)	(6,126)
Clients' deposits		52,586	(10,112)
Purchase of investments at fair value through profit or loss	8	(1,798)	(2,956)
Proceeds from sale of investments at fair value through profit or loss	8	8,234	-
Interest income received		5,104	4,190
Addition to intangible assets		(1,869)	-
Dividend income received		1,247	2,023
Changes in deposits with original maturity more than three months		-	87,363
		<u>58,965</u>	<u>74,382</u>
Financing activities			
Payment of lease liability		(50)	(71)
Dividend paid	18	(32,996)	(32,995)
Repayment of short term borrowings		(16,900)	-
Proceeds from short term borrowings		70,846	-
		<u>20,900</u>	<u>(33,066)</u>
Net decrease in cash and cash equivalents			
		<u>(54,504)</u>	<u>(19,669)</u>
Cash and cash equivalents at the beginning of the period			
		<u>119,277</u>	<u>80,116</u>
Cash and cash equivalents at the end of the period			
	7	<u>64,773</u>	<u>60,447</u>

The notes number 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

1. Corporate information

Founded in 1998, Al Ramz Corporation Investment and Development P.J.S.C (the “Company”) is a UAE domiciled public joint stock company listed on the Dubai Financial Market and regulated by the UAE Securities and Commodities Authority as well as the Dubai Financial Services Authority. The Company is a premier financial institution providing a broad spectrum of services including asset management, corporate finance, brokerage, lending, market making, liquidity providing and research.

The main activities of the Company and its subsidiaries (together referred to as the “Group”) are to invest and manage commercial, industrial and agricultural enterprises and to provide brokerage services including brokerage in selling and buying shares, margin trading, market making and liquidity providing and to perform all related transactions and activities. The Company’s registered office is P.O. Box 121200, Dubai, United Arab Emirates.

These interim condensed consolidated financial statements were approved and authorised for issue by the Group’s Board of Directors on 5 August 2024.

2 Basis of preparation and changes to the accounting policy information

2.1 Basis of preparation

The interim condensed consolidated financial statements for the six month period ended 30 June 2024 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual consolidated financial statements as at 31 December 2023. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s consolidated financial position and performance since the last annual consolidated financial statements. In addition, results for the six month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

These interim condensed consolidated financial statements have been prepared on the historical cost basis except for investments at fair value through profit or loss which are measured at fair value at the reporting date.

2.2 New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2023, except for the adoption of the following new standards effective as of 1 January 2024. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

- Supplier Finance Arrangements – Amendments to IAS 7 and IFRS 7
- Amendments to IFRS 16: Lease liability in a Sale and Lease back
- Amendments to IAS 1: Classification of Liabilities as Current or Non-Current

These amendments did not have a material impact on the interim consolidated financial statements of the Group.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

2 Basis of preparation and changes to the accounting policy information *(continued)*

2.3 *Impact on the adoption of UAE Corporate Tax Law disclosures*

The Group has adopted the Federal corporate tax (CT) regime as implemented by the UAE Ministry of Finance through release of Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses (“Corporate Tax Law” or the “Law”) to enact in the UAE. The Cabinet of Ministers Decision No. 116 of 2022 specifies the threshold of income over which the 9% tax rate would apply and accordingly, the Law is. A rate of 9% is applied to taxable income exceeding AED 375,000 and a rate of 0% will apply to taxable income not exceeding AED 375,000 and a rate of 0% on qualifying income of free zone entities.

The Group has adopted the CT regime from with effect from 1 January 2024, and it has recorded income tax expense of AED 233 thousand in the interim condensed consolidated financial statements.

2.4 *Use of judgements and estimates*

In preparing these interim condensed consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

2.5 *Basis of consolidation*

These interim condensed consolidated financial statements incorporate the financial statements of the Company and its subsidiaries for the six-month period ended 30 June 2024.

The financial statements of the subsidiaries are prepared for the same reporting period as the Group, using consistent accounting policies. All intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated in full.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

2 Basis of preparation and changes to the Group's accounting policies (continued)

2.5 Basis of consolidation continued

The interim condensed consolidated financial statements includes the financial statements of the Company and its subsidiaries listed below:

Name	Country of incorporation	Percentage of holding		Principal activities
		June 2024	December 2023	
Subsidiaries				
Al Ramz Capital LLC	UAE	100%	100%	Providing brokerage services including brokerage in selling and buying shares, margin trading and to perform all related transactions and activities
ARC Real Estate LLC	UAE	100%	100%	Buying and selling of real estate
ARC Investment LLC	UAE	100%	100%	Invest commercial, industrial, retail trade, educational, tourist, and agricultural enterprises
ARC Properties LLC	UAE	100%	100%	Offshore reclamation contracts, services for fixing water installation for marine facilities and excavation contracts
DIS Securities LLC	UAE	100%	100%	Providing brokerage services including brokerage in selling and buying shares, margin trading and to perform all related transactions and activities

Generally, the Group is operating in a single segment- the brokerage and money markets, in single geographic area, the United Arab Emirates.

3. Functional and presentation currency

These interim condensed consolidated financial statements have been presented in United Arab Emirates Dirhams ("AED"), which is the functional currency of the Group and all values are rounded to the nearest thousand dirhams, except where otherwise indicated.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

4. Investment gain (loss), net

	For the three months ended 30 June		For the six months ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
<i>Proprietary activities</i>				
Net changes in fair value of investments at fair value through profit of loss	948	1,084	(4,986)	6,590
Dividend income	1,001	2,002	1,001	2,002
<i>Liquidity and trading portfolio</i>				
Net changes in fair value of investments at fair value through profit of loss	402	636	758	1,537
Dividend income	159	-	246	21
	2,510	3,722	(2,981)	10,150

5. General and administrative expenses

	For the three months ended 30 June		For the six months ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Staff costs	12,527	14,232	26,616	28,670
Subscription and membership fees	1,995	1,171	3,479	2,298
Depreciation expenses	1,468	1,300	2,890	2,548
Advertisements and marketing	657	1	1,412	78
IT expenses	540	327	1,017	794
Legal expenses	475	240	790	313
Communication expense	169	135	324	274
Consultancy fees	80	1,499	129	2,978
Other expenses	953	497	1,940	1,400
	18,864	19,402	38,597	39,353

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

6. Margin and trade receivables

	30 June 2024 AED'00 (Unaudited)	31 December 2023 AED'000 (Audited)
Margin receivables, net	517,128	439,888
Trade receivables, net	11,296	12,408
	528,424	452,296
	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Margin receivables	524,872	447,633
Provision for expected credit losses	(7,744)	(7,745)
Margin receivables, net	517,128	439,888
	30 June 2024 AED'00 (Unaudited)	31 December 2023 AED'000 (Audited)
Trade receivables	16,660	17,692
Provision for expected credit losses	(5,364)	(5,284)
Trade receivables, net	11,296	12,408

Movement in provision for expected credit losses related to margin and trade receivables for the period / year:

	30 June 2024 AED'00 (Unaudited)	31 December 2023 AED'000 (Audited)
Opening balance	13,029	12,873
Provided during the period / year	79	158
Reversed during the period / year	-	(2)
Ending balance	13,108	13,029

The Group is licensed to provide finance to its clients as a percentage of the market value of pledged securities. The Group charges interest on amounts due. Customers are required to provide additional cash or securities if the price of pledged securities drops against the minimum eligibility of 125% as at 30 June 2024 (2023: 125%). If minimum eligibility is breached, the Group commences liquidation of the pledged securities. The fair value of pledged securities held as collateral against margin receivables amounted to AED 1,507,514 thousand as at 30 June 2024 (31 December 2023: AED 1,962,876 thousand).

There are no significant changes to the overall commitments to extend margins during the period. Such commitments are revocable in nature.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

7 Bank balances and cash

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Group's bank accounts for client's deposits*	157,702	210,288
Deposit account balances with banks	238,500	203,532
Current account balances with banks	52,207	88,698
Cash in hand	39	49
Cash in money market fund	106	10
	<u>448,554</u>	<u>502,577</u>

Bank balances are placed with local banks within the UAE. Bank deposits carry interest at prevailing market rates.

Bank balances include balances amounting to AED 137,121 thousand (31 December 2023: AED 130,602 thousand) held as security against an overdraft facility.

Cash and cash equivalents for the purpose of the interim consolidated statement of cash flows comprise of the following:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Bank balance and cash	448,554	502,577
Deposits with original maturity greater than three months	(1,264)	(1,264)
Less: Group's bank accounts for clients' deposits*	(157,702)	(210,288)
Bank overdrafts (note 13)	(224,815)	(171,748)
	<u>64,773</u>	<u>119,277</u>

*In accordance with the regulations issued by the Securities and Commodities Authority ("SCA") the Group maintains separate bank accounts for advances received from its customers ("clients' deposits"). The clients' deposits are not available to the Group other than to settle transactions executed on behalf of the customers. Although the use of the clients' deposits by the Group is restricted, they have been presented on interim consolidated statement of financial position as notified by SCA.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

8 Investments at fair value through profit or loss

These represent investments in quoted bonds, quoted and unquoted equity investments and are held for trading purpose. Movements in the investments at fair value through profit or loss are as follows:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At 1 January	76,363	55,276
Additions during the period / year	1,798	13,266
Disposals during the period / year	(8,234)	(2,860)
Net changes in fair value	(4,228)	10,681
As at the end of the period/ year	<u>65,699</u>	<u>76,363</u>

During the period, as part of its market making activities, the Group carried out buy and sell activities for listed equity securities amounting to AED 2,906 million and AED 2,912 million respectively (31 December 2023: AED 5,889 million and AED 5,883 million respectively). These transactions do not form part of the Group's investment activities.

9 Share capital

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Authorised, issued and fully paid share capital: 549,915,858 shares of AED 1 each	<u>549,916</u>	<u>549,916</u>

10 Acquisition reserve

An addition was made to share capital of AED 399,916 thousand in 2016, which represents an adjustment made to bring the share capital equal to share capital of Al Ramz Corporation Investment and Development PJSC with corresponding debit to acquisition reserve bringing the acquisition reserve to a total debit balance of AED 283,966 thousand.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

11 Employees' end of service benefits

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Beginning of the period / year	6,479	5,183
Charge for the period / year	1,132	1,978
Paid during the period / year	(396)	(682)
	<u>7,215</u>	<u>6,479</u>
As at the end of the period / year	<u>7,215</u>	<u>6,479</u>

12 Accounts payable and accruals

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Payable to customers	218,749	322,543
Accrued expenses	10,785	14,201
Other payables	8,117	9,173
	<u>237,651</u>	<u>345,917</u>

13 Short term borrowings

Short term borrowings are to finance margin trading operations of the Group.

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Bank overdrafts (note 7)	224,815	171,748
Facility 1	199,996	140,000
Facility 2	-	16,900
Facility 3	10,850	-
	<u>435,661</u>	<u>328,648</u>

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

13 Short term borrowings (continued)

Bank overdrafts

These carry interest at prevailing market rates. Bank overdrafts are secured against promissory note, corporate guarantee of a related party, security cheques and fixed deposits with banks.

Facility 1

This represents short term loans / revolving facilities obtained from the bank. They carry interest monthly at prevailing market rates. The term of the agreement is 120 days, and the facilities/loans are secured against fixed deposits with the banks.

Facilities 2 & 3

This represents loans obtained from a shareholder or related party. It carries a fixed interest rate. The term of the agreement is one month, renewed automatically.

14 Commitments and contingencies

The Group's bankers have issued in the normal course of business, the following letters of guarantee:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Dubai Financial Market	25,000	25,000
Abu Dhabi securities exchange	25,000	25,000
Market making (ADX and DFM)	8,000	8,000
NASDAQ Dubai Limited	1,000	1,000
Securities and Commodities Authority	1,000	1,000
	<u>60,000</u>	<u>60,000</u>

At 30 June 2024, the guarantees were secured by a cash deposit of AED 19,750 thousand (31 December 2023: AED 19,750 thousand).

The Group had no capital commitments, financial commitments and contingencies as 30 June 2024 (31 December 2023: nil).

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

15 Related party balances and transactions

Related parties represent associated companies, major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Group's management.

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

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 Audited
Margin and trade receivables	<u>115,428</u>	<u>146,991</u>
Payable to customers	<u>1,809</u>	<u>34,671</u>
Short term borrowings (note 13)	<u>10,850</u>	<u>16,900</u>

Transactions with related parties included in the interim consolidated statement of comprehensive income are as follows:

	For the three months ended 30 June		For the six months ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Commission income	<u>862</u>	<u>1,182</u>	<u>1,234</u>	<u>2,021</u>
Interest and margin income	<u>3,034</u>	<u>2,852</u>	<u>6,725</u>	<u>5,241</u>
Finance costs	<u>89</u>	<u>168</u>	<u>91</u>	<u>335</u>

Terms and conditions of transactions with related parties

Transactions from related parties are conducted at normal market prices. Outstanding balances at the period end are unsecured and settlement occurs in cash save for margin balance which is provided as a percentage of the market value of pledged securities. There have been no guarantees provided for any related party payables. For the period ended 30 June 2024, the Group has not recorded any provision for expected credit losses relating to amounts owed by related parties (31 December 2023: AED nil).

The short-term borrowing amounting to AED 10,850 thousand represented an unsecured loan obtained from a related party. The loan was subsequently repaid on 5 July 2024.

Al Ramz Corporation Investment and Development P.J.S.C.

Notes to the interim condensed consolidated financial statements

30 June 2024 (Unaudited)

16 Basic and diluted earnings per share

Basic earnings per share amounts are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share are calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period, adjusted for the effects of any financial instruments with dilutive effects.

	For the three months ended 30 June		For the six months ended 30 June	
	2024 (Unaudited)	2023 (Unaudited)	2024 (Unaudited)	2023 (Unaudited)
Profit for the period (AED'000s)	747	6,414	2,358	13,739
Weighted average number of shares ('000s)	549,916	549,916	549,916	549,916
Basic and diluted earnings per share	<u>0.001</u>	<u>0.012</u>	<u>0.004</u>	<u>0.025</u>

17 Fiduciary activities

The Group held assets under management in a fiduciary capacity for its customers at 30 June 2024 amounting to AED 397,657 thousand (31 December 2023: AED 1,454,987 thousand). These assets held in a fiduciary capacity are excluded from these interim condensed consolidated financial statements of the Group.

18 Dividend

In the Annual General Meeting held on 29 April 2024, the Shareholders of the Group have resolved to distribute an amount of AED 32,996 thousand on basis of AED 0.06 per share, (30 June 2023: AED 32,995 thousand on basis of AED 0.06 per share) as dividends for the financial year ended 31 December 2023, which was paid on 17 May 2024.