

**MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG)
(S.A.E.)**

**LIMITED REVIEW REPORT
AND INTERIM CONDENSED SEPARATE
FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

Interim condensed separate financial statements

For the six-month period ended 30 June 2025

Limited review report

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Limited review report On the interim condensed separate financial statements

To the Board of Directors of Middle East Glass Manufacturing Company (MEG) (S.A.E.)

Introduction

We have conducted a limited review for the accompanying interim condensed separate statement of financial position of Middle East Glass Manufacturing Company (MEG) (S.A.E.) (the "Company") as of 30 June 2025 and the related interim condensed separate statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed separate financial statements in accordance with Egyptian Accounting Standard 30 "Interim financial statements", and our responsibility is limited to expressing a conclusion on these interim condensed separate financial statements based on our limited review.

Scope of limited review

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian Standards on Auditing and consequently does not enable 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 interim condensed separate financial statements.

Conclusion

In light of our limited review, nothing has come to our attention that causes us to believe that the accompanying interim condensed separate financial statements are not prepared, in all material respects, in accordance with Egyptian Accounting Standard 30 "Interim financial statements".


Hisham Mohamed Hamed
R.A.A. 39411
F.R.A 422



5 August 2025
Cairo

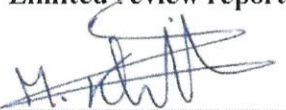
MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

INTERIM CONDENSED SEPARATE STATEMENT OF FINANCIAL POSITION
AS OF 30 JUNE 2025

(All amounts in Egyptian Pounds)	Note	30 June 2025	31 December 2024
Assets			
Non-current assets			
Property, plant and equipment	5	733,540,611	747,267,881
Prepayments of property, plant and equipment		230,256	646,204
Intangible assets		4,753,461	5,737,780
Investment in subsidiaries		632,632,817	632,632,817
Deferred tax assets		33,471,985	56,528,207
Total non-current assets		1,404,629,130	1,442,812,889
Current assets			
Inventory		190,296,142	168,210,879
Trade and other receivables	6	1,568,395,065	1,427,636,286
Cash and cash equivalents		338,608,173	106,840,226
Total current assets		2,097,299,380	1,702,687,391
Total assets		3,501,928,510	3,145,500,280
Equity			
Issued and paid-up capital	9	62,627,993	62,627,993
Legal reserve		31,313,996	31,313,996
Share premium reserve		629,609,334	629,609,334
Other reserves		13,129,007	13,129,007
Retained earnings		169,907,615	433,295,773
Total equity		906,587,945	1,169,976,103
Liabilities			
Non-current liabilities			
Bank Borrowings	8/b	291,366,783	398,201,265
Retirement benefits obligations		14,450,253	12,099,108
Long-term notes payable		-	19,083,687
Total non-current liabilities		305,817,036	429,384,060
Current liabilities			
Provisions		38,665,951	38,665,951
Trade and other payables	7	1,567,058,159	1,047,394,605
Income tax liability		16,207,717	12,871,030
Bank Borrowings	8/a	653,419,064	430,628,106
Interest payable		14,172,638	16,580,425
Total current liabilities		2,289,523,529	1,546,140,117
Total liabilities		2,595,340,565	1,975,524,177
Total equity and liabilities		3,501,928,510	3,145,500,280

The accompanying notes from 1 to 14 form an integral part of these interim condensed separate financial statements.

Limited review report attached.



Mohamed Khalifa
Chief Financial Officer



Peter Carpenter
Director



Abdul Galil Beshar
Chairman

5 August 2025

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) S.A.E.

**INTERIM CONDENSED SEPARATE STATEMENT OF PROFIT OR LOSS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(All amounts in Egyptian Pounds)

		Six-month ended 30 June		Three-month ended 30 June	
	Note	2025	2024	2025	2024
Revenue from contracts with customers	4/a	1,083,242,026	952,117,922	598,270,651	554,636,208
Cost of sales		(720,428,149)	(612,456,238)	(405,295,650)	(357,798,799)
Gross profit		362,813,877	339,661,684	192,975,001	196,837,409
Selling and marketing expenses		(19,191,527)	(19,567,149)	(9,704,624)	(11,327,346)
General and administrative expenses		(60,996,526)	(52,315,822)	(31,337,917)	(30,449,626)
Other operating income	4/b	14,942,358	43,750,844	9,399,267	18,988,809
Other operating expenses	4/c	(19,752,631)	(9,321,961)	(12,911,909)	(4,493,931)
Operating profit		277,815,551	302,207,596	148,419,818	169,555,315
Finance costs		(75,890,864)	(62,663,219)	(42,122,300)	(34,627,211)
Foreign currency translation gain / (loss)		12,649,395	(70,423,090)	9,594,743	(11,102,482)
Finance income		2,382,105	12,194,616	1,392,625	3,975,103
Net finance costs		(60,859,364)	(120,891,693)	(31,134,932)	(41,754,590)
Profit/(loss) before tax		216,956,187	181,315,903	117,284,886	127,800,725
Income tax	4/d	(50,062,332)	(41,541,217)	(26,772,970)	(28,709,820)
Profit/(loss) for the period		166,893,855	139,774,686	90,511,916	99,090,905
Basic and diluted earnings/ (losses) per share		2.24	1.93	1.43	1.57

- The accompanying notes from 1 to 14 form an integral part of these interim condensed separate financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) S.A.E.

**INTERIM CONDENSED SEPARATE STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(All amounts in Egyptian Pounds)

	Six-month ended 30 June		Three-month ended 30 June	
	2025	2024	2025	2024
Profit/(loss) for the period	166,893,855	139,774,686	90,511,916	99,090,905
Other comprehensive income	-	-	-	-
Total comprehensive income/ (loss) for the period	166,893,855	139,774,686	90,511,916	99,090,905

- The accompanying notes from 1 to 14 form an integral part of these interim condensed separate financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) S.A.E.

**INTERIM CONDENSED SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(All amounts in Egyptian Pounds)

	Issued and paid up capital	Share premium reserve	Other reserves	Legal reserve	Retained earnings	Total
Balance at 1 January 2024 (Before effect of applying EAS 13)	62,627,993	629,609,334	13,129,007	31,313,996	437,334,394	1,174,014,724
Effect of applying EAS 13 (Note 2.2 - C)	-	-	-	-	(197,047,766)	(197,047,766)
Deferred tax of applying EAS 13 (Note 2.2 - C)					44,335,747	44,335,747
Balance at 1 January 2024 (After effect of applying EAS 13)	62,627,993	629,609,334	13,129,007	31,313,996	284,622,375	1,021,302,705
Total comprehensive income for the period	-	-	-	-	139,774,686	139,774,686
Profit share distribution to employees	-	-	-	-	(21,784,672)	(21,784,672)
Balance at 30 June 2024	62,627,993	629,609,334	13,129,007	31,313,996	402,612,389	1,139,292,719
Balance at 1 January 2025	62,627,993	629,609,334	13,129,007	31,313,996	433,295,773	1,169,976,103
Total comprehensive income for the period	-	-	-	-	166,893,855	166,893,855
Profit share distribution to employees	-	-	-	-	(23,200,058)	(23,200,058)
Dividends distribution (Note 12)	-	-	-	-	(407,081,955)	(407,081,955)
Balance at 30 June 2025	62,627,993	629,609,334	13,129,007	31,313,996	169,907,615	906,587,945

- The accompanying notes from 1 to 14 form an integral part of these interim condensed separate financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) S.A.E.

**INTERIM CONDENSED SEPARATE STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(All amounts in Egyptian Pounds)

	Note	30 June 2025	30 June 2024
Cash flows from operating activities			
Profit/(loss) for the period before tax		216,956,187	181,315,903
<u>Adjusted by:</u>			
Interest expense		73,876,195	60,695,646
Finance income		(2,382,105)	(12,194,616)
Depreciation and amortization		46,756,354	41,100,581
Loss/(gain) on sale of property and equipment	4/c	-	8,767
Provisions formed	4/c	2,464,204	47,030
Retirement benefit obligations provision		2,820,000	1,800,000
Foreign currency translation (gain) / loss		(12,649,395)	70,423,090
Operating profit before changes in working capital		327,841,440	343,196,401
Change in working capital			
Inventories		(22,085,263)	5,108,806
Trade and other receivables		(39,872,953)	(220,563,107)
Trade and other payables		195,469,197	(120,344,995)
Cash flows generated from operations		461,352,421	7,397,105
Payment of employees' retirement benefits		(468,855)	(1,928,801)
Interest paid		(76,005,133)	(62,520,958)
Income tax paid		(10,625,548)	-
Net cash flows generated from / (used in) operating activities		374,252,885	(57,052,654)
Cash flows from investing activities			
Purchase of property, plant and equipment		(31,398,561)	(32,309,065)
Purchase of intangible assets		-	(3,494,600)
Advance payment for Property, plant and equipment suppliers		(230,256)	(7,920,423)
Payments for purchase of financial assets at amortized cost		-	(83,309,340)
Proceeds from matured financial assets at amortized cost		-	166,985,180
Finance income received		2,382,105	15,197,373
Cash flows (used in) / generated from investing activities		(29,246,712)	55,149,125
Cash flows from financing activities			
Repayments of bank borrowings		(99,041,200)	(92,461,955)
Loan repayment on behalf of intercompany		(241,844,097)	-
Short-term credit facilities – net movement		227,647,071	16,599,156
Net cash used in financing activities		(113,238,226)	(75,862,799)
Net increase / (decrease) in cash and cash equivalents		231,767,947	(77,766,328)
Cash and cash equivalents at beginning of the period		106,840,226	156,182,290
Cash and cash equivalents at end of the period		338,608,173	78,415,962

- The accompanying notes from 1 to 14 form an integral part of these interim condensed separate financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

1. General information

Middle East Glass Manufacturing Company (MEG) (S.A.E.) (the "Company") was established in 1979 as an Egyptian joint stock Company under the provisions of Law No. 43 of 1974 as amended by Law No. 230 of 1989 as amended by Law No. 8 of 1997 and is registered in the commercial register under number 193770 Cairo. The address of the Company's registered office is Nasr City, 6 Mokhayam El-Daem Street 6th District, Industrial Zone, Cairo – Arab Republic of Egypt.

The Company's term is 25 years, starting from 20 January 2004 till 19 January 2029.

The Company is listed on the Egyptian Stock Exchange (EGX).

Company's main activity is the production of all types of glass containers. The company may engage in the sale and export of its products in glass containers and carry out all direct industrial or commercial supplemental activities that are licensed for this activity. The company may have Authority or participate in any way with entities that carry out similar activities or cooperate with them in their purpose in Egypt or abroad. It may also be followed by approval from General Authority of Investment.

The parent of the Company is MENA Glass Holdings Limited with 93.01% ownership (31 December 2024: 93.01%). The Company is ultimately controlled by Mr. Abdul Galil Basher.

Users of these separate financial statements should read them with the Group's consolidated financial statements as of 30 June 2025 in order to obtain full information on the financial position, results of operations, its cash flow and changes in equity of the group.

These interim condensed Separate financial statements were approved by the Board of Directors of the Company on 5 August 2025.

Percentage of ownership in subsidiaries

The company's ownership percentage in subsidiaries are shown below as of 30 June 2025 unless otherwise was noted, and the percentage of the Company's share of the companies is direct ownership of the ordinary shares of the paid-up capital only.

Subsidiaries	Location	Functional currency	Ownership interest held by the company 2025	Ownership interest held by the company 2024	Activity
Middle East Glass Containers Sadat	Egypt	Egyptian Pound	99.99992%	99.99992%	Manufacturing Glass Containers
MEG Misr for Glass MEG (S.A.E.)	Egypt	Egyptian Pound	99.99993%	99.99993%	Sale and distribution of glass
Misr for Glass Manufacturing S.A.E.	Egypt	Egyptian Pound	Owned 99.9997% by MEG Misr for Glass MEG (S.A.E)	Owned 99.9997% by MEG Misr for Glass MEG (S.A.E)	Manufacturing all kinds of Glass Containers and the acquisition of other entities that operate in the same field

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

**NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these interim condensed separate financial statements summarized below. They were applied consistently over the presented financial periods unless otherwise stated:

2.1 Basis of preparation of the interim condensed Separate financial statements

This interim condensed separate financial statements for the six-month reporting period ended 30 June 2025 have been prepared in accordance with Egyptian Accounting Standard 30 *"Interim Financial Statements"*.

This interim condensed separate financial statement does not include all the notes of the type normally included in an annual financial statement. Accordingly, this interim condensed separate financial statement is to be read in conjunction with the annual separate financial statements for the year ended 31 December 2024 and any public announcements made by the Company during the interim reporting period.

2.2 Effect of applying Egyptian Accounting Standard No. (13)

On March 3, 2024, the prime minister has issued decree No. 636, amending the Egyptian Accounting Standard No.13 (EAS 13) "the effects of changes in foreign currency exchange rates", paragraph 57A, effective from 1 January 2024.

The Company has applied the amendment in paragraph EAS13.57A and made an assessment to determine whether there is lack of exchangeability of foreign currencies against the Egyptian Pound. Below is summary of the outcome of that assessment.

A) Lack of Exchangeability assessment

The Company assessed that there is no lack of exchangeability for assets denominated in foreign currencies as at 1 January 2024, the date of application of EAS 13 revised. This assessment was made on the premise that assets denominated in foreign currencies may be exchanged at the bank at any point of time without any difficulty.

The Company management is confident that their forecasted cash flows will prevent a negative foreign currency position. The management believe that the Company's assets will sufficiently cover liabilities in foreign currency from exporting operations and the foreign currency generated from these activities. Furthermore, the Company has not experienced any default incidents related to foreign currency liabilities in the past when they came due.

The Company also assessed that the lack of exchangeability for financial liabilities denominated in foreign currencies, and believes that the Company's expected future cash inflows in foreign currency would be sufficient to settle the Company's liabilities denominated in foreign currencies, however as at 1 January 2024, total liabilities denominated in foreign currencies exceeded the available monetary assets in foreign currencies, and according to the revised standard EAS 13 "Effects of changes in foreign exchange rates" these assets and liabilities were revalued at 1 January 2024 using the first rate that was available to the Company (USD 1=EGP 47.22) and (EUR 1=EGP 50.97) to source foreign currency subsequent to the application date of the revised standard during March 2024, as summarized below.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

2. Summary of significant accounting policies (continued)

2.2 Effect of applying Egyptian Accounting Standard No. (13) (continued)

B) Currency Position

Below is summary of monetary assets and liabilities denominated in USD and EUR outstanding from 1 January 2024 till 31 March 2024:

Statement of financial positions line item	Outstanding balances from 1 January 2024 USD	Outstanding balances from 1 January 2024 EUR
Total assets in foreign currency		
Cash and cash equivalents	3,762,000	-
Account receivables	6,908	-
Total	3,768,908	-
Total liabilities in foreign currency		
Loans	(15,664,880)	-
Trade payables	(136,293)	(33,247)
Net liabilities position	(15,801,173)	(33,247)
Total	(12,032,265)	(33,247)

C) Monetary effect of applying EAS 13 Revised

The following table represent the effect of EAS 13 revised on opening retained earnings:

Description	Foreign currency	Balance in foreign currency	Difference of using the estimated exchange rate on profit / (loss) EGP	Deferred income tax on profit / (loss) EGP	Net Effect on R.E Increase / (decrease) EGP
Net liabilities	USD	(12,032,265)	(196,486,890)	44,209,550	(152,277,340)
	EUR	(33,247)	(560,876)	126,197	(434,679)
Net			(197,047,766)	44,335,747	(152,712,019)

3. Segment information

The Company's activities are organised into one segment which is wholly related to the manufacturing and sale of glass containers. This is in accordance with the presentations to the Board of Directors. Therefore, entity wide information required under EAS 41 "operating segments" are already included in the financial statements. No other information required to be disclosed.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

**NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

4. Profit or loss information

	Six-month period ended		Three-month period ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
Local sales	790,126,358	640,509,086	415,151,578	337,928,641
Export sales	293,115,668	311,608,836	183,119,073	216,707,567
	1,083,242,026	952,117,922	598,270,651	554,636,208

a) Other operating income

	Six-month period ended		Three-month period ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
Export incentives	5,117,066	13,076,563	3,512,615	6,432,817
Scrap sales	5,178,636	8,292,578	2,961,491	1,746,867
Foreign currency translation gain from operations	-	16,289,652	-	6,241,977
Other income	2,401,174	6,092,051	679,679	4,567,148
Tax differences	2,245,482	-	2,245,482	-
	14,942,358	43,750,844	9,399,267	18,988,809

b) Other operating expense

	Six-month period ended		Three-month period ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
Consultancy Fees	2,377,844	3,160,888	2,377,844	1,801,729
Social health contribution	3,078,843	2,614,169	1,637,125	1,582,144
Other expenses	3,143,277	2,408,751	1,325,730	599,776
Non-recurring production losses	1,329,322	845,511	704,845	233,522
Tax Differences	-	148,978	-	148,978
Government labor office expense	852,290	87,867	426,145	65,900
Provision formed	2,464,204	47,030	68,935	61,882
Foreign currency translation loss from operations	6,424,899	-	6,289,333	-
Loss on sale of property, plant and equipment	-	8,767	-	-
Subsidy collections - Stamp Tax Expenses	81,952	-	81,952	-
	19,752,631	9,321,961	12,911,909	4,493,931

c) Income tax

	Six-month period ended		Three-month period ended	
	30 June	30 June	30 June	30 June
	2025	2024	2025	2024
Income tax expense	(27,006,110)	(38,855,665)	(7,850,280)	(11,907,972)
Deferred income tax	(23,056,222)	(2,685,552)	(18,922,690)	(16,801,848)
	(50,062,332)	(41,541,217)	(26,772,970)	(28,709,820)

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

5. Property, plant and equipment

31 December 2024

Cost	Land	Buildings	Machinery, equipment & moulds	Vehicles and transportation	Furniture & office equipment	Computers & Computer systems	Projects under construction	Total
Balance at beginning of the year	115,856,878	67,226,923	929,373,219	20,338,037	3,640,292	14,723,152	25,117,138	1,176,275,639
Additions	-	4,491,988	75,505,386	-	2,111,617	1,824,467	11,418,930	95,352,388
Disposals	-	-	(2,565,478)	-	(26,333)	(16,170)	(3,019,954)	(5,627,935)
Transferred from projects under construction	-	3,175,415	7,577,213	-	557,739	623,918	(11,934,285)	-
Balance at the end of the year	115,856,878	74,894,326	1,009,890,340	20,338,037	6,283,315	17,155,367	21,581,829	1,266,000,092

Accumulated depreciation

Balance at beginning of the year	-	(40,027,030)	(372,998,372)	(9,308,838)	(2,248,659)	(11,976,073)	-	(436,558,972)
Depreciation expense	-	(3,253,832)	(76,781,477)	(2,644,175)	(622,470)	(1,470,496)	-	(84,772,450)
Disposals Depreciation	-	-	2,565,476	-	25,987	7,748	-	2,599,211
Balance at the end of the year	-	(43,280,862)	(447,214,373)	(11,953,013)	(2,845,142)	(13,438,821)	-	(518,732,211)
Net book value at the end of the year	115,856,878	31,613,464	562,675,967	8,385,024	3,438,173	3,716,546	21,581,829	747,267,881

30 June 2025

Balance at beginning of the period	115,856,878	74,894,326	1,009,890,340	20,338,037	6,283,315	17,155,367	21,581,829	1,266,000,092
Additions	-	1,064,609	24,838,095	1,643,950	148,415	215,235	4,134,461	32,044,765
Transferred from projects under construction	-	-	590,937	-	-	-	(590,937)	-
Balance at the end of the period	115,856,878	75,958,935	1,035,319,372	21,981,987	6,431,730	17,370,602	25,125,353	1,298,044,857

Accumulated depreciation

Balance at beginning of the period	-	(43,280,862)	(447,214,373)	(11,953,013)	(2,845,142)	(13,438,821)	-	(518,732,211)
Depreciation expense	-	(1,679,385)	(41,719,961)	(1,221,432)	(395,890)	(755,367)	-	(45,772,035)
Balance at the end of the period	-	(44,960,247)	(488,934,334)	(13,174,445)	(3,241,032)	(14,194,188)	-	(564,504,246)
Net book value at the end of the period	115,856,878	30,998,688	546,385,038	8,807,542	3,190,698	3,176,414	25,125,353	733,540,611

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) (S.A.E.)

**NOTES TO THE INTERIM CONDENSED SEPARATE FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

Property, plant and equipment (continued)

Project under construction as of 30 June 2025 is as follows:

	30 June 2025	31 December 2024
Machinery	9,546,318	9,644,859
New Project-10th Ramadan Land	15,146,984	11,802,491
Others	432,051	134,479
	25,125,353	21,581,829

6. Trade and other receivables

	30 June 2025	31 December 2024
Net trade receivables	306,939,559	193,283,849
Contract assets	46,585,897	39,336,403
Export incentives	72,459,336	70,690,481
Due from tax authority	11,847,856	11,847,856
Debtors and other receivables	86,862,535	72,050,092
Due from related parties	1,043,699,882	1,040,427,605
	1,568,395,065	1,427,636,286

7. Trade and other payables

	30 June 2025	31 December 2024
Trade and notes payables	222,908,137	203,037,780
Accrued Expenses	87,690,834	87,412,030
Contract liabilities	24,051,537	13,901,510
Social insurance authority	2,312,534	857,373
Creditors and other payables	415,857,256	8,665,556
Due to tax Authority	10,960,948	9,332,845
Due to related parties	803,276,913	724,187,511
	1,567,058,159	1,047,394,605

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8. Bank borrowings

	30 June 2025	31 December 2024
A. Bank Borrowings - current portion		
Bank borrowings	194,244,516	199,100,629
Short term credit facilities	459,174,548	231,527,477
Total current portion	653,419,064	430,628,106
B. Bank Borrowings - non-current portion		
Bank borrowings	291,366,783	398,201,265
Total non-current portion	291,366,783	398,201,265
Total	944,785,847	828,829,371

In November 2019, the Group companies signed medium term loan agreements with the International Finance Corporation ("IFC") and Commercial International Bank ("CIB") to refinance its existing medium-term debt and to provide funding for capital expenditure to increase production capacity, including furnace rebuilds, new production equipment, printing machines, resource efficiency improvements and streamlining of the cullet processing operation. The full amount of the facilities was disbursed in 2020 and resulted in settlement of all existing medium-term bank borrowings. The outstanding loan balance as of 30 June 2025 amounts to EGP 485,611,298.

The loans have a seven-year tenor with 18-month grace and carries interest at 6-month SOFR plus a margin.

The loans are secured with the following security package:

- First ranking real estate mortgage over the lands and buildings owned by the company with the net carrying amounts in EGP 146 million (31 December 2024: EGP 147 million).
 - A first ranking Commercial Establishment Mortgage over the tangible and intangible assets owned by the Company.
 - Promissory Notes corresponding to the repayment dates and amounts.
 - First ranking Share Pledge in favor of the Senior Secured Lenders or an agent acting on their behalf over the subsidiaries' shares owned by the Company.
- c) Balance of Interest accrued on the company's borrowing at 30 June 2025 amounts to EGP 14,172,638 (31 December 2024: EGP 16,580,425).

9. Issued and paid-up capital

The issued and paid capital of the company amounted to EGP 62,627,993 allocated to 62,627,993 shares with a nominal value of EGP 1 for each share, and distributed as follows:

Shareholders	30 June 2025		
	No. of Shares	Value of shares	Shareholding %
MENA Glass Holdings Limited	58,250,357	58,250,357	93.01%
IGC Holdings Limited	3,968,175	3,968,175	6.34%
Other shareholders	409,461	409,461	0.65%
	62,627,993	62,627,993	100%

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9. Issued and paid-up capital (continued)

Shareholders	31 December 2024		
	No. of Shares	Value of shares	Shareholding %
MENA Glass Holdings Limited	58,250,357	58,250,357	93.01%
IGC Holdings Limited	3,968,175	3,968,175	6.34%
Other shareholders	409,461	409,461	0.65%
	62,627,993	62,627,993	100%

10. Related parties

The Company entered into several transactions with companies and entities that are included within the definition of related parties, as stated in EAS 15, "Disclosure of related parties". The related parties comprise the Company's board of directors, their entities, companies under common control, and/ or joint management and control, and their partners and employees of senior management. Below is the statement that shows the nature and values of transactions with related parties during the period/year, and the balances due at the date of the separate financial statements.

The management decides the terms and conditions of the transactions and services provided by / to the related parties and any other expenses.

The following are the transactions with related parties:

(a) Due from related parties

Nature of relationship	Nature and volume of transaction				Balance as of	
	Sales	Purchases	Payment on behalf	Forex	30 June 2025	31 December 2024
Subsidiaries	100,809,631	(138,355,384)	42,342,107	-	1,040,564,563	1,035,768,209
Under common control	-	-	897,322	(8,566)	5,548,152	4,659,396
					1,046,112,715	1,040,427,605
Expected credit loss					(2,412,833)	-
					1,043,699,882	1,040,427,605

(b) Due to related parties

Nature of relationship	Nature and volume of transaction			Balance as of	
	Sales	Purchases	Payment on behalf	30 June 2025	31 December 2024
Subsidiaries	(455,557,358)	226,846,564	307,800,196	803,276,913	724,187,511
				803,276,913	724,187,511

Key management personnel received an amount of EGP 13,082,039 as salaries and benefits during the period ended 30 June 2025 (30 June 2024: EGP 12,027,023).

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11. Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due, due to a shortage of funding. The Company's exposure to liquidity risk results primarily from the mismatching of the maturities of its assets and liabilities.

Management makes cash flow projections on periodic basis, and take the necessary actions to negotiate with suppliers, follow-up the collections from customers and manage inventory balances in order to ensure sufficient cash is maintained to discharge the Company's liabilities. The Company's management monitors liquidity requirements to ensure it has sufficient cash and cash equivalents to meet operational needs while maintaining sufficient cash cover to meet the cash outflows to settle the obligations of loans and borrowings to be able to maintain financial terms, guarantees and covenants at all times.

The Company limits liquidity risk by maintaining sufficient bank facilities and reserves, by monitoring cash forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Balances due to suppliers are normally settled with an average of 120 days from the date of purchase.

The table below summarises the maturities of the Company's undiscounted financial liabilities at 30 June 2025 and 31 December 2024, based on contractual payment dates and current market interest rates.

	Less than 6 month	Between 6 month & 1 year	Between 1 & 2 years	More than 2 years
30 June 2025				
Trade and other payables*	1,529,733,141	-	-	-
Short term credit facilities	459,174,548	-	-	-
Loans and borrowings	97,122,258	97,122,258	194,244,516	97,122,267
Future interest payments	34,115,814	15,511,361	17,727,278	2,215,913
Total	2,120,145,761	112,633,619	211,971,794	99,338,180
31 December 2024				
Trade and other payables*	1,023,302,877	-	19,695,218	-
Short term credit facilities	231,527,477	-	-	-
Loans and borrowings	99,550,314	99,550,314	199,100,629	199,100,637
Future Interest payments	25,944,506	21,227,324	28,303,103	9,434,373
Total	1,380,325,174	120,777,638	247,098,950	208,535,010

* Trade and other payables presented above excludes contract liabilities, social insurance authority and tax liabilities.

12. Dividends distribution

On 27 March 2025, the Ordinary General Assembly of Middle East Glass Manufacturing Company (MEG) (S.A.E.) approved a dividend of the amount of EGP 430,282,013. This dividend has been approved by General Authority for investment and free zone on 8 April 2025.

13. Financial instruments by category

The Company's financial instruments are represented in cash and cash equivalents, trade receivables, debtors, investments, trade payables, notes payables, creditors, loans and credit facilities. The book value of these financial instruments does not differ significantly from fair value at the financial position date.

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14. Significant events during the period

On 17 April 2025, The Monetary Policy Committee of the Central Bank of Egypt decided in its extraordinary meeting to decrease the overnight deposits and lending interest rates and the Central Bank main operation rate by 225 basis points reaching 25%, 26%, and 25.5%, respectively. The credit and discount rates were also decreased by 225 basis points reaching 25.5%.