

**EMIRATES NBD SECURITIES L.L.C.**

**CONDENSED INTERIM FINANCIAL STATEMENTS**

**FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025**

**EMIRATES NBD SECURITIES L.L.C.**

**CONDENSED INTERIM FINANCIAL STATEMENTS**

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## **REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF EMIRATES NBD SECURITIES LLC**

### ***Introduction***

We have reviewed the accompanying condensed interim financial statements of Emirates NBD Securities LLC (the "Company") as at 31 March 2025, which comprise the condensed interim statement of financial position as at 31 March 2025 and the related condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity for the three months period then ended and explanatory notes.

Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with International Financial Reporting Standard IAS 34, *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

### ***Scope of Review***

We conducted our review in accordance with 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 condensed interim financial statements are not prepared, in all material respects, in accordance with IAS 34.

### ***Other Matter***

The condensed interim financial statements of the company as of 31 March 2024 were reviewed by another auditor whose report dated 13 May 2024 expressed an unmodified conclusion on those condensed interim financial statements. Also, the consolidated financial statements as of 31 December 2024, were audited by another auditor whose report dated 20 February 2025 expressed an unmodified opinion on those financial statements.

For Ernst & Young



Anthony O'Sullivan  
Registration No: 687

13 May 2025  
Dubai, United Arab Emirates

**EMIRATES NBD SECURITIES L.L.C.****CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2025 (UNAUDITED)**

	Notes	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
<b>Assets</b>			
Property and equipment		7,846	7,352
Investment securities	5	187	187
<b>Total non-current assets</b>		<b>8,033</b>	<b>7,539</b>
Cash and bank balances	6	129,847	129,180
Other receivables	7	175,492	113,619
<b>Total current assets</b>		<b>305,339</b>	<b>242,799</b>
Other payables	8	9,293	11,053
Due to Parent Bank	10	167,105	107,741
Client deposit	6	819	819
<b>Total current liabilities</b>		<b>177,217</b>	<b>119,613</b>
<b>Net current assets</b>		<b>128,122</b>	<b>123,186</b>
<b>Net assets</b>		<b>136,155</b>	<b>130,725</b>
<b>Represented by</b>			
Share capital		36,000	36,000
Statutory reserve		18,804	18,804
Fair value reserve		(39)	(39)
Capital contribution reserve		50,000	50,000
Retained earnings		31,390	25,960
<b>Total equity holders' funds</b>		<b>136,155</b>	<b>130,725</b>

The attached notes 1 to 13 form an integral part of these condensed interim financial statements.

The independent auditor's report is set out on page 1.

These financial statements were approved by the Board of Directors of Emirates NBD Securities LLC on 13 May 2025 and signed on their behalf by;

General Manager

**EMIRATES NBD SECURITIES L.L.C.****CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)**

		<b>Unaudited three months period ended 31 March 2025 AED 000</b>	<b>Unaudited three months period ended 31 March 2024 AED 000</b>
	<i>Notes</i>		
Commission income - net		13,232	11,406
Administrative and general expenses		(7,925)	(7,570)
<b>Operating income</b>		<b>5,307</b>	<b>3,836</b>
Other expenses - net	9	(240)	(1,359)
Interest income from parent bank	10	1,288	1,063
Unrealised loss on investment securities		-	(33)
<b>Profit before taxation for the period</b>		<b>6,355</b>	<b>3,507</b>
Taxation	13	(925)	(322)
<b>Profit after taxation for the period</b>		<b>5,430</b>	<b>3,185</b>
Other comprehensive loss for the period		-	9
<b>Total comprehensive income for the period</b>		<b>5,430</b>	<b>3,194</b>

The attached notes 1 to 13 form an integral part of these condensed interim financial statements.

The independent auditors' report is set out on page 1.

**EMIRATES NBD SECURITIES L.L.C.****CONDENSED INETRIM STATEMENT OF CASH FLOWS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)**

	<b>Unaudited three months period ended 31 March 2025 AED 000</b>	<b>Unaudited three months period ended 31 March 2024 AED 000</b>
<b><u>OPERATING ACTIVITIES</u></b>		
Profit for the period before taxation	6,355	3,507
<b><u>Adjustments for non-cash items</u></b>		
Depreciation and amortization	634	895
Unrealised loss / (gain) on investment securities	-	33
<b>Operating profit before changes in operating assets and liabilities</b>	<b>6,989</b>	<b>4,435</b>
Change in other receivables	(61,873)	3,804
Change in due to Parent Bank	59,364	(10,161)
Change in other payables	(2,685)	2,945
<b>Net cash flows generated from operating activities</b>	<b>1,795</b>	<b>1,023</b>
<b><u>INVESTING ACTIVITIES</u></b>		
Changes in property and equipment	(1,128)	(1,045)
<b>Net cash flows used in investing activities</b>	<b>(1,128)</b>	<b>(1,045)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>667</b>	<b>(22)</b>
Cash and cash equivalents at the beginning of the period	31,644	30,955
<b>Cash and cash equivalents at the end of the period (Note 6)</b>	<b>32,311</b>	<b>30,933</b>

The attached notes 1 to 13 form an integral part of these condensed interim financial statements.

The independent auditors' report is set out on page 1.

**EMIRATES NBD SECURITIES L.L.C.****CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)**

	Share capital	Statutory reserve	Fair value reserve	Capital contribution reserve	Retained earnings	Total
	AED 000	AED 000	AED 000	AED 000	AED 000	AED 000
Balance as at 1 January 2025 (Audited)	36,000	18,804	(39)	50,000	25,960	130,725
Total comprehensive income for the period	-	-	-	-	5,430	5,430
<b>Balance as at 31 March 2025 (Unaudited)</b>	<b>36,000</b>	<b>18,804</b>	<b>(39)</b>	<b>50,000</b>	<b>31,390</b>	<b>136,155</b>
Balance as at 1 January 2024 (Audited)	36,000	18,804	98	50,000	17,200	122,102
Total comprehensive income for the period	-	-	9	-	3,185	3,194
Balance as at 31 March 2024 (Unaudited)	36,000	18,804	107	50,000	20,385	125,296

The attached notes 1 to 13 form an integral part of these condensed interim financial statements.

The independent auditors' report is set out on page 1.

**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****1 LEGAL STATUS AND PRINCIPAL ACTIVITIES**

Emirates International Securities LLC (the "Company") is a limited liability company incorporated in the emirate of Dubai on 10 November 2001.

The shareholding pattern in the Company is as follows:

<b>Name of equity holders</b>	<b>Shareholding (%)</b>
Emirates NBD Bank (P.J.S.C.) ("Parent Bank")	99%
Emirates NBD Capital (P.S.C.)	1%

The Company's majority shareholding is owned by Emirates NBD Bank (P.J.S.C.) (the "Parent Bank"). The ultimate parent company is Investment Corporation of Dubai, a company wholly owned by the Government of Dubai.

The principal activity of the Company is to act as an intermediary in dealings in shares, stocks, debentures and securities.

The registered address of the Company is P.O. Box 2923, Dubai, U.A.E.

**2 STATEMENT OF COMPLIANCE**

These condensed interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting". Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the last annual financial statements as at and for the year ended 31 December 2024. These condensed interim financial statements do not include all the information required for full annual financial statements prepared in accordance with International Financial Reporting Standards - Accounting Standards ("IFRS Accounting Standards") and should be read in conjunction with the financial statements as at and for the year ended 31 December 2024.

In addition, results for the three months ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.

Certain prior period comparatives have been reclassified wherever necessary to conform to the presentation adopted in the current period.

**3 ACCOUNTING POLICIES**

In preparing these condensed interim financial statements, significant judgements made by the management in applying the Company's accounting policies and the key sources of estimation were the same as those that were applied in the annual financial statements as at and for the year ended 31 December 2024.

**4 FINANCIAL RISK MANAGEMENT**

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements as at and for the year ended 31 December 2024.



**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****5 INVESTMENT SECURITIES**

These comprise the following:

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Equity securities:		
FVTPL	162	162
FVOCI	25	25
	<b>187</b>	<b>187</b>

The Company has not purchased or invested in shares or stocks during the three months period ended 31 March 2025.

Included in FVTPL - equity securities are:

AED 162,000 (31 December 2024: AED 162,000) representing 1% equity interest in Egyptian Company for Electronic System Development ("Network International Egypt (NI-Egypt) (S.A.E)").

Included in FVOCI - equity securities are:

AED 6,900 (31 December 2024: AED 6,900) of Emirates NBD Egypt S.A.E. and AED 17,700 (31 December 2024: 17,700) representing shares of Emirates NBD Capital (P.S.C.). These investments are related party in nature.

**6 CASH AND BANK BALANCES**

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Current account with Parent Bank	32,264	31,597
Current account with Local Banks	47	47
<b>Cash and cash equivalents</b>	<b>32,311</b>	<b>31,644</b>
Client money (Refer note 6.1)	819	819
Term deposit with Parent Bank (Refer note 6.2)	96,717	96,717
	<b>129,847</b>	<b>129,180</b>

**6.1** In accordance with the regulations issued by the SCA, the Company maintains separate bank accounts for advances received from its customers ("Clients' Money"). The Client Money is not available to the Company other than to settle transactions executed on behalf of the customers maintaining deposits with the Company.

**6.2** This includes short term deposit of AED 97 million (31 December 2024: 97 million) placed with the Parent Bank having maturity of 1 year. These carry an average effective interest rate of 5.32% (31 December 2024: 5.32%).

**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****7 OTHER RECEIVABLE**

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Interest receivable	5,008	3,721
Others	170,484	109,898
	<b>175,492</b>	<b>113,619</b>

Others included AED 168 million (31 December 2024: AED 108 million) of pending markets settlement.

**8 OTHER PAYABLES**

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Accrued loyalty points*	1,948	2,001
Accrued bonus	2,952	5,250
Provision for taxation	3,285	2,360
Others	1,108	1,442
	<b>9,293</b>	<b>11,053</b>

\* Customer loyalty program was implemented in 2013. The program was designed to pay incentive "Points" to eligible customers based on customers trading volume per month. The total points are accrued each month and will be valid for redemption within 24 months. Points are credited to customer's trading account upon request. Each point has an equivalent value of AED 1.

**9 OTHER EXPENSES - NET**

	Unaudited three months period ended 31 March 2025 AED 000	Unaudited three months period ended 31 March 2024 AED 000
Foreign exchange income	20	3
Other operating income / (expense)	(260)	(246)
Clearing fee expense	-	(1,116)
	<b>(240)</b>	<b>(1,359)</b>

**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****10 RELATED PARTY TRANSACTIONS**

The Company, in the normal course of business, carries out transactions with entities that fall within the definition of a related party contained in International Accounting Standard 24. The transactions and balances with the related parties, other than those disclosed elsewhere in the financial statements, are as follows:

	Unaudited three months period ended 31 March 2025 AED 000	Unaudited three months period ended 31 March 2024 AED 000
Commission income from related parties (note 10.1)	3,126	3,572
Interest income from Parent Bank on fixed deposit and call account	1,288	1,063
Group recharges expense	(750)	(811)

The total amount of compensation paid to directors and key management personnel during the period was as follows:

	Unaudited three months period ended 31 March 2025 AED 000	Unaudited three months period ended 31 March 2024 AED 000
Short term employee benefits	1,059	107
Post-employment benefits	19	6

Key management personnel are those persons, including non-executive directors, having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly.

At the reporting date, balances with related parties were as follows:

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Due to Parent Bank	167,105	107,741
Interest receivable from Parent Bank	5,008	3,721
Bank balances held with Parent Bank (Note 6)	129,800	129,133

ECL on these balances are not significant.

The transactions and balances with Parent Bank and related parties, other than as disclosed elsewhere in the financial statements, were as follows:

**10.1 Commission income from related parties comprised:**

	Unaudited three months period ended 31 March 2025		Unaudited three months period ended 31 March 2024	
	Trade value AED 000	Commission income AED 000	Trade value AED 000	Commission income AED 000
Subsidiary of the Parent Bank	48,093,357	2,059	71,314,657	3,323
Parent Bank	3,031,069	1,061	690,159	249
Directors of the Company	5,721	6	273	-
	51,130,147	3,126	72,005,089	3,572



**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****11 COMMITMENTS AND CONTINGENCIES**

	Unaudited 31 March 2025 AED 000	Audited 31 December 2024 AED 000
Letter of guarantee (Issued by the Parent Bank in favor of DFM)	100,000	100,000
Letter of guarantee (Issued by the Parent Bank in favor of ADX)	75,000	75,000
Letters of guarantee (Issued by the Parent Bank in favor of DGCX)	3,673	3,673
Letter of guarantee (Issued by the Parent Bank in favor of NASDAQ)	3,673	3,673
Letters of guarantee (Issued by the Parent Bank in favor of SCA)	1,000	1,000

**12 FAIR VALUE MEASUREMENT PRINCIPLES****Fair values**Fair values versus carrying amounts

The fair values of the financial instruments are not materially different from their carrying amounts.

Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	AED 000
<b>Unaudited 31 March 2025</b>	<b>Level 3</b>
<b>Equity Securities:</b>	
FVTPL	162
FVOCI	25
	<b>187</b>
<b>Audited 31 December 2024</b>	
<b>Equity Securities:</b>	162
FVTPL	25
FVOCI	187

**EMIRATES NBD SECURITIES L.L.C.****NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2025 (UNAUDITED)****12 FAIR VALUE MEASUREMENT PRINCIPLES (continued)**

The fair value of financial instruments classified as level 3 are, in certain circumstances, measured using valuation techniques that incorporate assumptions that are not evidenced by the prices from observable current market transactions in the same instrument and are not based on observable market data. The Company employs valuation techniques, depending on the instrument type and available market data. For example, in the absence of an active market, an investment's fair value is estimated on the basis of an analysis of the investee's financial position and results, risk profile and other factors. Favorable and unfavorable changes in the value of financial instruments are determined on the basis of changes in the value of the instruments as a result of varying the levels of the unobservable parameters, quantification of which is judgmental.

**13 CORPORATE TAX IN UAE**

The Company implemented corporate tax ("CT") in UAE from 1 January 2024 in accordance with Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses.

The Company is part of a group that is in scope for global minimum tax (i.e. which taxes large multinational groups with consolidated revenue exceeding the threshold of EUR 750 million). Therefore, the Company also implemented global minimum tax from 1 January 2025 in accordance with Cabinet Decision No. 142 of 2024 on The Imposition of Top-up Tax on Multinational Enterprises.

As a result of the aforementioned, the company's profits is subject to a 9% UAE CT rate and a further top-up tax in order to meet the 15% global minimum tax rate. The top-up tax as mentioned would be discharged by the Parent Bank.

The tax charge for the period ended 31 March 2025 is AED 0.9 million, representing Company's effective tax rate of 15% (31 March 2024: 9%).