

CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION
Three month period ended

31 March 2022



BHM CAPITAL FINANCIAL SERVICES PSC CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

For the three-month period ended 31 March 2022

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INDEPENDENT AUDITORS' REPORT ON REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

The Shareholders BHM Capital Financial Services PSC

We have reviewed the accompanying condensed consolidated interim financial information of BHM Capital Financial Services PSC ("the Company") and its subsidiary (collectively referred to as "the Group) as at 31 March 2022, comprising of the condensed consolidated interim statement of financial position as at 31 March 2022 and the related condensed consolidated interim statements of comprehensive income, changes in equity and cash flows for the three-month period then ended and explanatory notes, prepared for interim reporting purposes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 – Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this condensed consolidated interim financial information 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 consolidated interim financial information does not give a true and fair view of the financial position of the Group as at 31 March 2022, and of its financial performance and its cash flows for the three-month period then ended in accordance with International Financial Reporting Standards.

RSM Dahman

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Accountants • Auditors • Cons

Ahmed Mohamed Salem Bamadhaf

Registration No.: 459

Dubai, United Arab Emirates

11 May 2022

THE POWER OF BEING UNDERSTOOD AUDIT | TAX | CONSULTING

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION 31 March 2022

| ASSETS | Note | 31 March 2022 AED (Un-audited) | 31 December 2021 AED (Audited) |
|---|----------------------|--|--|
| NON-CURRENT ASSETS | | | |
| Goodwill and other intangible assets Property and equipment Investment properties Financial assets through other comprehensive income | 4 5 6 _ | 42,131,561 10,379,777 4,510,000 2,993,946 | 42,329,061 10,678,595 4,510,000 2,993,946 |
| Total non-current assets | _ | 60,015,284 | 60,511,602 |
| CURRENT ASSETS | | | |
| Short term deposit under lien Prepayments and other receivables Financial assets through profit and loss Cash and bank balances | 7 6 9 _ | 13,101,000 281,622,195 5,562,050 472,827,482 | 13,101,000 168,834,301 11,775,977 329,751,859 |
| Total current assets | _ | 773,112,727 | 523,463,137 |
| Total assets | _ | 833,128,011 | 583,974,739 |
| EQUITY AND LIABILITIES | | | |
| CAPITAL AND RESERVES Share capital Treasury shares Legal reserve Fair value through OCI reserve Retained earnings Merger reserve | 10 10(a) 10(b) | 173,431,068 (2,000,000) 5,540,272 (875,793) 20,253,518 | 173,431,068 (2,000,000) 5,540,272 (875,793) 14,087,949 |
| Total equity | | 196,349,065 | 190,183,496 |
| NON-CURRENT LIABILITIES | | | |
| Bank borrowings Employees' end of service benefits | 11 – | 3,346,630 2,804,287 | 3,525,914 2,596,698 |
| Total non-current liabilities | 1- | 6,150,917 | 6,122,612 |
| CURRENT LIABILITIES | | | |
| Trade and other payables Bank borrowings | 12 11 _ | 629,910,893 717,136 | 386,951,495 717,136 |
| Total current liabilities | _ | 630,628,029 | 387,668,631 |
| Total equity and liabilities Independent auditors' review report on page 1. | - | 833,128,011 | 583,974,739 |

Abdel Hadi AL Sadi CEO

The attached notes 1 to 18 form an integral part of the condensed interim financial information.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

Three Months Ended 31 March 2022

| | Three months | s ended |
|--------------|---------------|--|
| ••• | 31 March 2022 | 31 March 2021 |
| Note | | AED (Un-audited) |
| | , | 8,240,146 |
| | | 3,692,070 |
| | 15,273 | 17,048 |
| - | 3,072,596 | 1,707,949 |
| _ | 20,893,150 | 13,657,213 |
| | | |
| 15 | (14,530,799) | (11,253,626) |
| _ | (196,782) | (139,304) |
| - | (14,727,581) | (11,392,930) |
| = | 6,165,569 | 2,264,283 |
| | | |
| | | |
| | - | - |
| _ | _ | |
| _ | <u> </u> | - |
| | | |
| _ | | |
| = | 6,165,569 | 2,264,283 |
| | | |
| = | 0.03 | 0.00 |
| | Note | Note AED (Un-audited) 11,255,865 6,549,416 15,273 3,072,596 20,893,150 15 (14,530,799) (196,782) (14,727,581) 6,165,569 |

The attached notes 1 to 18 form an integral part of the condensed interim financial information.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

Three Months Ended 31 March 2022

| | Share capital AED | Treasury reserve AED | Legal shares AED | Merger reserve AED | Fair value through OCI AED | Retained earnings AED | Total AED |
|---|----------------------|----------------------------|---------------------|--------------------------|----------------------------------|-----------------------------|--------------|
| | Note 10 | Note 10(a) | Note 10(b) | Note 10(c) | | | |
| Balance at 1 January 2021 | 563,841,748 | (2,000,000) | 4,241,735 | (390,410,680) | (115,793) | 2,401,109 | 177,958,119 |
| Total comprehensive income for the period | | | | | | | |
| Profit for the period | - | - | - | - | - | 2,264,283 | 2,264,283 |
| Other comprehensive income for the period | | | | | | | |
| Total comprehensive income for the period | | - | - | - | - | 2,264,283 | 2,264,283 |
| Balance at 31 March 2021 | 563,841,748 | (2,000,000) | 4,241,735 | (390,410,680) | (115,793) | 4,665,392 | 180,222,402 |
| Dalance et 1 January 2022 | 172 424 060 | (2,000,000) | E E 40 070 | | /07E 702\ | 14 007 040 | 100 102 406 |
| Balance at 1 January 2022 | 173,431,068 | (2,000,000) | 5,540,272 | - | (875,793) | 14,087,949 | 190,183,496 |
| Total comprehensive income for the period Profit for the period Other comprehensive income for the period | - | - | - | - | - | 6,165,569 | 6,165,569 |
| Total comprehensive income for the period | - | - | - | - | - | 6,165,569 | 6,165,569 |
| Balance at 31 March 2022 | 173,431,068 | (2,000,000) | 5,540,272 | - | (875,793) | 20,253,518 | 196,349,065 |

The attached notes 1 to 18 form an integral part of the condensed interim financial information

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASHFLOWS

Three Months Ended 31 March 2022

| | Three months ended | |
|--|---|---|
| | 31 March 2022 | 31 March 2021 |
| | AED (Un-audited) | AED (Un-audited) |
| OPERATING ACTIVITIES | (0.1.000) | (55.5) |
| Profit for the period Adjustment for: | 6,165,569 | 2,264,283 |
| Depreciation on property and equipment Amortization of intangible assets Unrealized gain / (loss) on investment Interest on bank borrowings Interest income on deposits Exchange gain Provision for employees' end of service benefits | 486,098 197,500 (129,900) 23,974 (15,273) (316,720) 207,589 | 458,350 199,075 184,551 38,587 (17,048) (467,997) 281,867 |
| Operating profit before working capital changes | 6,618,837 | 2,941,668 |
| Change in short term deposit under lien Change in prepayments and other receivables Change in due from related parties | (112,787,892) | - 11,925,461 - |
| Change in trade and other payables | 116,736,862 | (10,278,454) |
| Interest received on deposits Payment of gratuity | 10,567,807 15,273 | 4,588,675 17,048 (3,351) |
| Cash flow from operating activities | 10,583,080 | 4,602,372 |
| INVESTING ACTIVITIES | | |
| Purchase of furniture and equipment Purchase of financial assets through profit and loss Disposal of financial assets through profit and loss | 187,282 6,343,827 138 | (641,834) (1,544,134) |
| Cash flow from investing activities | 6,531,247 | (2,185,968) |
| FINANCING ACTIVITIES | | |
| Repayment of bank borrowings Interest paid on bank borrowings | (179,284) (23,974) | (179,284) (38,587) |
| Cash used in financing activities | (203,258) | (217,871) |
| INCREASE IN CASH AND CASH EQUIVALENTS Exchange Gain | 16,911,069 316,720 | 2,198,533 467,997 |
| Net Increase in cash and cash equivalents after exchange gain Cash and cash equivalents at 1 January | 17,227,789 21,824,937 | 2,666,530 20,307,515 |
| CASH AND CASH EQUIVALENTS AT 31 MARCH | 39,052,726 | 22,974,045 |

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASHFLOWS (continued) Three Months Ended 31 March 2022

| | 31 March 2022 AED (Un-audited) | 31 March 2021 AED (Un-audited) |
|--|--------------------------------------|--------------------------------------|
| Represented by: Cash and bank balances Client deposits | 472,827,482 (433,774,756) | 198,718,971 (175,744,926) |
| Cash and cash equivalents at the end of period | 39,052,726 | 22,974,045 |

The attached notes 1 to 18 form an integral part of the condensed interim financial information

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

31 March 2022

1 LEGAL STATUS AND PRINCIPAL ACTIVITIES

BHM Capital Financial Services PSC ("the Company"), was incorporated on 11 March 2006 in accordance with the provisions of UAE Federal Law No. 2 of 2015. The registered office of the Company is P.O. Box 26730, Dubai, United Arab Emirates. The current shareholding of company is as follows:

Shareholders

Mr. Khaleefa Butti Omair Yousif Almuhairi

76.97%

ners 23.03%

On 14 July 2009, Al Safwa Islamic Financial Services established a subsidiary by subscribing to 10,000,000 shares of AED 1 each representing 100% equity shares in Al Safwa Capital LLC (the "subsidiary") incorporated in the Emirates of Sharjah in accordance with the provision of the UAE Federal Companies Law no. 2 of 2015. On 26 November 2015 Al Safwa was listed on Dubai Financial Market ("DFM") as Private Joint Stock Company (PrJSC). The principal activity of the subsidiary is to hold investment properties and investment securities.

As further explained in note 4, on 8 December 2016, the operations of Mubasher Financial Services LLC ("MFS") merged with Al Safwa and the combined entity was renamed as Al Safwa Mubasher Financial Services PrJSC. The Company continues to be listed on the DFM as a Private Joint Stock Company.

On 30 May 2019, the structure of shareholding has been changed of the Company's and it has been updated with DFM.

The name of the Company also changed from Al Safwa Mubasher Financial Services (PrJSC) to BH Mubasher Financial

Services PSC.

The condensed consolidated financial information comprise of the Company and its wholly owned subsidiary, Al Safwa Capital LLC (collectively referred to as "the Group").

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

The consolidated financial information have been approved by Board of Directors on 11 May 2022.

2 SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

This condensed consolidated interim financial information for the three-months period ended 31 March 2022 has been prepared in accordance with Accounting Standard IAS 34 Interim Financial Reporting. The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2021.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards as set out below.

a) New and amended standards adopted by the Group:

The following revised new and amended standards are adopted in condensed consolidated interim financial information.

- Property, Plant and Equipment: Proceeds before intended use Amendments to IAS 16
- Reference to the Conceptual Framework Amendments to IFRS 3
- Onerous Contracts Cost of Fulfilling a Contract Amendments to IAS 37 Annual Improvements to IFRS Standards 2018–2020

b) New and amended standards not effective and not yet adopted by the Company

At the date of the condensed consolidated interim financial information, the following other standards, amendments, and interpretations have not been effective and have not been early adopted by the Group:

- IFRS 17 Insurance Contracts
- Classification of Liabilities as Current or Non-current Amendments to IAS 1
- Disclosure of Accounting Policies Amendments to IAS 1 and IFRS Practice Statement 2

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

- b) New and amended standards not effective and not yet adopted by the Group (continued)
 - Definition of Accounting Estimates Amendments to IAS 8
 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction Amendments to IAS 12
 - Sale or contribution of assets between an investor and its associate or joint venture Amendments to IFRS 10 and IAS 28

3 FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives, policies and procedures are consistent with those disclosed in the annual audited financial statements as at and for the year ended 31 December 2021.

4 GOODWILL AND OTHER INTANGIBLE ASSETS

Pursuant to a merger agreement between Al Safwa and MFS and shareholder resolutions of respective entities dated 21 January 2016, Ministerial Resolution number (499)/2016 issued by Ministry of Economy on 19 September 2016, and Emirates Securities and Commodities Authority ("ESCA") approval dated 11 October 2016 approving the merger, the Company commenced operations and traded as a combined entity under the revised name of BHM Capital Financial Services PSC with effect from 8 December 2016, on completion of the formalities of the UAE exchanges. As a result of the merger goodwill and client relationship arose, goodwill is tested annually for the impairment and client relationship is being amortised over its useful life.

The movement in goodwill and other intangible assets during the year is as follows:

| | Goodwill AED | Client relationships AED | Software AED | Total AED |
|---|-----------------|-----------------------------|---|---|
| As at 1 January 2022 Amortisation for the period | 38,379,061 | 3,950,000 (197,500) | - - | 42,329,061 (197,500) |
| As at 31 March 2022 (Un-audited) | 38,379,061 | 3,752,500 | | 42,131,561 |
| As at 31 December 2021 (Audited) | 38,379,061 | 3,950,000 | - | 42,329,061 |
| 5 INVESTMENT PROPERTIES | | | | |
| | | | 31 March 2022 AED (Un-audited) | 31 December 2021 AED (Audited) |
| Cost: As at 1 January Impairment loss | | | 4,510,000 | 5,250,000 (740,000) |
| At 31 March / 31 December | | | 4,510,000 | 4,510,000 |

The fair value of Group's investment properties as at 31 March 2022 is AED 4.5 million (31 December 2021: 4.5 million based on unobservable market inputs (i.e. level 3). The investment property consists of warehouse constructed in Sharjah, United Arab Emirates.

The above investment property is on the name of Company chairman Alhur Mohammed Hamad AlSuwaidi. He has confirmed that Group is the beneficial owner of this property.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

6 FINANCIAL ASSETS

The Group have the following financial assets:

| EINIVNICIVI | ASSETS THROUGH | OTHED | COMPDEHENSIVE | INICOME |
|--------------------|-----------------------|--------------|-----------------|---------|
| LINANCIAL | ASSETS THROUGH | ULDER | COMERCICIONSIVE | |

| | 31 March 2022 | 31 December 2021 |
|---|---------------|------------------|
| | AED | AED |
| | (Un-audited) | (Audited |
| Investment in National Mass Housing Company | 2,993,946 | 2,993,946 |

This investment represents 2.5% of interest held in National Mass Housing Company ("NMHC"), a private joint stock company incorporated in the sultanate of Oman and primarily involved in real estate development.

FINANCIAL ASSETS THROUGH PROFIT AND LOSS

| 31 March 2022 | 31 December 2021 |
|---------------|--|
| AED | AED |
| (Un-audited) | (Audited) |
| AED | AED |
| 11,775,977 | 8,848,421 |
| (6,343,827) | 2,882,818 |
| 129,900 | 44,738 |
| 5,562,050 | 11,775,977 |
| | AED (Un-audited) AED 11,775,977 (6,343,827) 129,900 |

Investment in securities classified as fair value through profit and loss (FVTPL) represent a portfolio of investments in local and foreign quoted shares.

7 PREPAYMENTS AND OTHER RECEIVABLES

| | 31 March 2022 AED | 31 December 2021 AED |
|--|----------------------|-------------------------|
| | (Un-audited) | (Audited) |
| Receivable from customers (note 7.1) | 148,814,795 | 162,671,130 |
| Allowances for expected credit losses (note 7.2) | (4,518,708) | (4,518,708) |
| | 144,296,087 | 158,152,422 |
| Prepayments | 2,207,340 | 2,001,868 |
| Other receivables: | | |
| Net settlement due from: | | |
| - NASDAQ | - | 79,299 |
| - ADX | 59,845,734 | 313,574 |
| Deposits | 69,167,283 | 6,250,335 |
| Receivable from broker | 2,815,934 | 515,210 |
| Others | 3,289,817 | 1,521,593 |
| | 281,622,195 | 168,834,301 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

7 PREPAYMENTS AND OTHER RECEIVABLES (continued)

- 7.1 As at 31 March 2022, market value of securities held as collateral amounted to AED 1.4 billion (31 December 2021: AED 1.1 billion) against receivables from customers.
- **7.2** Movement in allowance for expected credit losses:

| | 31 March 2022 | 31 December 2021 |
|---------------------------|---------------|------------------|
| | AED | AED |
| | (Un-audited) | (Audited) |
| At 1 January | 4,518,708 | 47,358 |
| Addition of provision | - | 4,500,000 |
| Reversal of provision | <u> </u> | (28,650) |
| At 31 March / 31 December | 4,518,708 | 4,518,708 |

8 RELATED PARTY TRANSACTIONS AND BALANCES

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. Related parties include, parent, subsidiaries, key management personnel or their close family members.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Group, directly or indirectly, including any director, executive or otherwise, of the Group. Transactions with related parties are conducted on terms agreed mutually between the parties.

Significant transactions with related parties during the period are as follows:

8(a) Transactions during the period

| | Three months ended | | |
|---|--------------------|------------------|--|
| | 31 March 2022 | 31 March 2021 | |
| | AED | AED | |
| Coloniand has often assisted to be a second assessment assessment | (Un-audited) | (Un-audited) | |
| Salary and benefits provided to key management personnel | 1,420,971 | 985,346 | |
| 9 CASH AND BANK BALANCES | | | |
| | 31 March 2022 | 31 December 2021 | |
| | AED | AED | |
| | (Un-audited) | (Audited) | |
| Cash and bank | | | |
| - Group's deposits | 39,052,590 | 21,824,741 | |
| - Petty cash | 136 | 196 | |
| - Customers' deposits (note 9.1) | 433,774,756 | 307,926,922 | |
| Cash and bank | 472,827,482 | 329,751,859 | |
| Customer deposits | (433,774,756) | (307,926,922) | |
| Cash and cash equivalents | 39,052,726 | 21,824,937 | |

9.1 In accordance with the regulations issued by the Emirates Securities and Commodities Authority ("SCA"), the Group maintains separate bank accounts for amounts received from its customers ("customer deposits") which are not available to the Group other than to settle transactions executed on behalf of such customers.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

10 SHARE CAPITAL

| | 31 March 2022 | 31 December 2021 |
|-------------------------------------|------------------|------------------|
| | Number of shares | Number of shares |
| | (Un-audited) | (Audited) |
| In issue at 1 January | 173,431,068 | 563,841,748 |
| Cancellation of shares (Note 10(c)) | - | (390,410,680) |
| In issue at 31 December | <u> </u> | 173,431,068 |
| Total paid in capital (AED) | 173,431,068 | 173,431,068 |

10(a) Treasury shares

The treasury shares represent 615,204 shares of the Group held by BHM Capital Financial Services PSC ("the Company").

10(b) Legal reserve

The legal reserve of the current and comparative year is those of Safwa, which is the legal acquirer. In accordance with UAE Federal Law (2) of 2015, a minimum of 10% of the annual profit is to be transferred to this non-distributable statutory reserve. Such transfers may cease when the statutory reserve becomes equal to half of the paid up share capital.

10(c) Merger reserve

The deficit Merger Reserve amounting AED 390 million resulted during the merger between two Companies: 1) Al Safwa Islamic Financial Services (PrJSC) ("Al-Safwa") and 2) Mubasher Financial Services LLC ("Mubasher") which happened in 2016. The deficit arising amounting AED 390 million at the transaction date was recognised as merger reserve in the Consolidated Statement of Financial Position with the corresponding credit in share capital through issuance of shares at par value i.e. AED 1 per share. Since the transaction date, there has been nil movement in the Merger Reserve.

During financial year 2021, management has reduced the share capital with the amount equivalent to the deficit merger reserve amounting AED 390 million, with the consent of the Securities & Commodities Authority in accordance with UAE Federal Law (2) of 2015 (as amended).

The movement of the merger reserve is shown in the table below.

| | 31 March 2022 | 31 December 2021 |
|---|---------------|------------------|
| | AED | AED |
| | (Un-audited) | (Audited) |
| At 1 January | - | 390,410,680 |
| Transfer to share capital (Note 10(c)) | | (390,410,680) |
| At 31 March / 31 December | | |
| 11 BANK BORROWINGS | | |
| | 31 March 2022 | 31 December 2021 |
| | AED | AED |
| | (Un-audited) | (Audited) |
| Bank borrowings (note 11.1) | 4,063,766 | 4,243,050 |
| Disclosed under statement of financial position as follows: | | |
| Non-current portion of bank borrowings | 3,346,630 | 3,525,914 |
| Current portion of bank borrowings | 717,136 | 717,136 |
| | 4,063,766 | 4,243,050 |
| | | |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

11 BANK BORROWINGS (continued)

11.1 In 2008, the Group was granted a forward Ijarah facility from the Islamic Bank to purchase an office space in the Emirate of Dubai. On 8 November 2012, the Group obtained the possession of office premises and the Ijarah facility of AED 24,051,620 was rescheduled to be repayable in 180 equal monthly instalments commencing from 8 December 2012. The Ijarah facility bears a profit rate of EIBOR plus 1.75% p.a. and is secured by a first degree registered mortgage over the property.

12 TRADE AND OTHER PAYABLES

| | 31 March 2022 | 31 December 2021 |
|--|---------------|------------------|
| | AED | AED |
| | (Un-audited) | (Audited) |
| Customers' deposits | 433,774,756 | 307,926,922 |
| Customers' deposits with foreign markets | 18,255,269 | 15,988,013 |
| Net settlement due to: | | |
| - Dubai Financial Market | 48,546,320 | 9,661,978 |
| - NASDAQ | 10,590 | - |
| Short term advances | 20,008,012 | 31,078,549 |
| Other payables and accruals | 109,315,946 | 22,296,033 |
| Total trade and other payables | 629,910,893 | 386,951,495 |

Trade payables mainly represent deposits from customers for the purpose of trading by the Group on their behalf.

13 CONTINGENT LIABILITIES

| | 31 March 2022 AED (Un-audited) | 31 December 2021 AED (Audited) |
|--|--------------------------------------|--------------------------------------|
| Abu Dhabi Securities Exchange (ADX) Dubai Financial Markets (DFM) | 23,000,000 11,000,000 | 23,000,000 11,000,000 |
| NASDAQ Dubai Limited (NASDAQ) Securities and Commodities Authority (SCA) | 5,527,500 1,000,000 | 5,527,500 1,000,000 |
| Socialists and Sommodiaes Fidulishly (SOFT) | 40,527,500 | 40,527,500 |

The guarantees issued are secured by fixed deposits of AED 13,101,000 (31 December 2021: AED 13,101,000).

14 COMMITMENTS

| | 31 March 2022 | 31 December 2021 |
|--|---------------|------------------|
| | AED | AED |
| | (Un-audited) | (Audited) |
| Development expenditure on investment property | 281,507 | 281,507 |

The Group has a commitment of development expenditure on investment properties amounting to AED 281,507 (31 December 2021: AED 281,507). The Group has signed an agreement with a contractor on 2 February 2014 to construct six sheds on land which is classified as investment property in the Group's condensed consolidated interim financial information. The total value of the contract is AED 2.6 million and as at the reporting date the Group has paid AED 2.38 million as per the agreement.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

15 GENERAL AND ADMINISTRATIVE EXPENSES

| | | Three months ended | | |
|---|------------------|--------------------|-----------|---------------|
| | | 31 Marci | | 31 March 2021 |
| | | | AED | AED |
| | | (Un-aı | udited) | (Un-audited) |
| Staff cost | | 10,24 | 41,090 | 8,003,416 |
| Trading cost | | 2,08 | 36,440 | 1,403,092 |
| Depreciation | | 48 | 36,098 | 458,350 |
| Amortization | | | 97,500 | 199,075 |
| Rent | | | 12,366 | 106,514 |
| Legal and Professional | | | 61,992 | 156,250 |
| Registration and licensing | | | 98,030 | 204,903 |
| Communication | | | 31,900 | 81,922 |
| Other expenses | | 86 | 65,383_ | 640,104 |
| | | 14,53 | 30,799_ | 11,253,626 |
| 16 FAIR VALUE HIERARCHY OF ASSETS | MEASURED AT FAIR | VALUE | | |
| | Level 1 | Level 2 | Level 3 | Total |
| | AED | AED | AED | AED |
| 31 March 2022 (Un-audited) | | | | |
| Financial assets – Investment at fair value through P&L | 5,562,050 | - | - | 5,562,050 |
| Financial assets – Investment at fair value through OCI | | - | 2,993,946 | 2,993,946 |
| 31 December 2021 (Audited) | | | | |
| Financial assets – Investment at fair value through P&L | 11,775,977 | - | - | 11,775,977 |
| Financial assets – Investment at fair value | | | | |

There is no movement in Investment at fair value through OCI and hence, a level 3 reconciliation is not presented.

2,993,946

2,993,946

17 BASIS AND DILUTED EARNINGS PER SHARE

through OCI

Basic and diluted earnings per share are calculated by dividing the profit or loss for the period attributable to owners of the Group by the weighted average number of shares outstanding during the period as follows:

| | 31 March 2022 | 31 March 2021 |
|---|---------------------|---------------------|
| | AED (Un-audited) | AED (Un-audited) |
| | (On-addited) | (On-addited) |
| Profit for the period attributable to shareholders of the Group | 6,165,569 | 2,264,283 |
| Weighted average number of shares outstanding during the period | 173,431,068 | 563,841,748 |
| Basic and diluted earning per share (AED per share) | 0.03 | 0.00 |

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION (continued) 31 March 2022

18 COMPARATIVE FIGURES

Certain of prior year amount have been regrouped or reclassified, whenever necessary, to conform with the presentation in the current year.