Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Space42 PLC *(formerly "Bayanat AI PLC")*
Pro forma Financial Information
For the nine month period ended 30 September 2024 (Unaudited)

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Space42 PLC *(formerly "Bayanat AI PLC")*
Pro forma financial information
30 September 2024 (Unaudited)

BASIS OF PREPARATION

The Pro forma interim consolidated financial information ("Pro forma financial information") illustrates the effects on the statement of financial position and financial performance of the transaction whereby Al Yah Satellite Communications Company PJSC ("Yahsat") merged into Bayanat AI PLC ("Bayanat"), the surviving entity rebranded as Space42 PLC ("Space42"). The merger was effected on 1 October 2024 through a share swap arrangement. Further details of the merger are provided in note 26 to the condensed consolidated interim financial information of Bayanat for the nine-month period ended 30 September 2024.

The Pro forma financial information consists of the unaudited interim consolidated statement of financial position of Yahsat and Bayanat (together referred to as "the Group") as at 30 September 2024 and 31 December 2023, and its unaudited pro forma interim consolidated statement of profit or loss and comprehensive income for the nine month period ended 30 September 2024 and 30 September 2023. These statements are prepared as if the transaction has taken place as at 1 January 2023 and the purchase consideration assumed as at 1 January 2023 is same as at the date of the merger i.e. 1 October 2024. Below are the details of the purchase consideration and provisional goodwill/intangible assets:

Number of shares issued by Bayanat to Yahsat shareholders (A)	2,190,476,191
Market value of per share of Bayanat as at the date of the transaction (AED) (B)	2.38
Total purchase consideration (AED'000) (AxB)	5,213,333
Total purchase consideration (USD'000) (C)	1,419,560
Less: net assets of Yahsat as at 1 January 2023 (USD'000) (D)	(851,135)
Provisional goodwill/intangible assets as at 1 January 2023 (USD'000) * (C-D)	**568,425**

* The Group will report the results of the purchase price allocation exercise within one year of the acquisition date i.e. 1 October 2024, considering the net assets of Yahsat as at 30 September 2024.

The purpose of the pro forma financial information is to show the material effects that the transaction would have had on the historical consolidated statement of financial position and consolidated statement of profit or loss and comprehensive income as if the merger happened on 1 January 2023. The presentation of the pro forma financial information of the Group is based on certain pro forma assumptions and has been prepared for illustrative purposes only and, because of its nature, the Pro forma financial information addresses a hypothetical situation and, therefore, does not represent and may not give a true picture of the financial position of the Group as of the end of 30 September 2024 and 31 December 2023, and the profit of the Group for the nine months ended 30 September 2024 and 30 September 2023.

The Pro forma financial information does not take into consideration the effects of expected synergies or costs incurred to achieve these synergies as a result of the transaction. The Pro forma financial information gives no indication of the results and future financial situation of the Group.

The Pro forma financial information has been compiled based on the accounting policies adopted by Bayanat for the preparation of 30 September 2024 financial information and in a manner consistent with International Financial Reporting Standards ("IFRS"). Based on our initial assessment, the accounting policies of Yahsat align with those of Bayanat in all material respects. Bayanat is considered to be the accounting acquirer as per IFRS 3 Business Combinations.

The condensed consolidated interim financial information of Bayanat for the nine-month period ended 30 September 2024 is presented in UAE Dirhams (AED), which is its functional and presentation currency. This pro forma financial information of Space42 PLC, formerly "Bayanat AI PLC", is presented in United States Dollars (USD) solely for convenience. AED amounts have been translated at the rate of AED 3.6725 to USD 1.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Space42 PLC *(formerly "Bayanat AI PLC")*
Pro forma condensed consolidated statement of profit or loss
For the nine month period ended 30 September 2024 (Unaudited)

	Nine-month period ended 30 September	
	2024	2023
	$ 000	$ 000
Revenue	428,462	461,780
Cost of revenue	(96,494)	(111,312)
Staff costs	(87,226)	(90,800)
Other operating expenses	(48,782)	(45,435)
Other income	33,953	3,362
Adjusted EBITDA	**229,913**	**217,595**
Depreciation and amortisation	(119,005)	(118,451)
Fair value losses, net	(3,369)	(11,467)
Operating profit	**107,539**	**87,677**
Finance income	26,961	24,789
Finance costs	(9,014)	(9,575)
Net finance income	**17,947**	**15,214**
Share of results of equity-accounted investments	(2,213)	(8,187)
Profit before income tax	**123,273**	**94,704**
Income tax expense	(11,622)	(224)
Profit for the period	**111,651**	**94,480**
Loss for the year attributable to non-controlling interests	(7,105)	(6,616)
Profit for the year attributable to the Shareholders	**118,756**	**101,096**

Space42 PLC *(formerly "Bayanat AI PLC")*
Pro forma condensed consolidated statement of comprehensive income
For the nine month period ended 30 September 2024 (Unaudited)

	Nine-month period ended 30 September	
	2024	2023
	$ 000	$ 000
Profit for the period	**111,651**	**94,480**
Other comprehensive (loss) income for the period:		
Items that may be reclassified subsequently to profit or loss:		
Cash flow hedge - effective portion of changes in fair value	2,413	12,849
Cash flow hedge - gain reclassified to profit or loss	(14,204)	(15,474)
Foreign operations - currency translation differences	(3,596)	1,743
	(15,387)	**(882)**
Items that may not be reclassified subsequently to profit or loss:		
Remeasurement of defined benefit obligation	**(287)**	**(321)**
Other comprehensive loss for the period	**(15,674)**	**(1,203)**
Total comprehensive income for the period	**95,977**	**93,277**
Total comprehensive loss attributable to non-controlling interests	(7,063)	(6,354)
Total comprehensive income attributable to the Shareholders	**103,040**	**99,631**

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Space42 PLC *(formerly "Bayanat AI PLC")*
Pro forma condensed consolidated interim statement of financial position
As at 30 September 2024 (Unaudited)

	30 September 2024 $ 000	31 December 2023 $ 000
Assets		
Non-current assets		
Property, plant and equipment	1,372,403	1,182,848
Right-of-use assets	9,104	5,812
Provisional goodwill/intangible assets relating to business combination (refer basis of preparation)	568,425	568,425
Other intangible assets	15,350	15,298
Equity-accounted investments	42,297	49,912
Trade and other receivables	340	10,610
Derivative financial instruments	16,897	22,390
Contract costs	2,378	-
Other financial assets	2,146	5,865
Deferred income tax assets	233	199
Total non-current assets	**2,029,573**	**1,861,359**
Current assets		
Inventories	30,605	14,357
Contract assets	249,426	202,144
Trade and other receivables	120,233	103,182
Derivative financial instruments	10,706	12,574
Income tax assets	182	182
Due from related parties	63,523	97,090
Contract cost	14,824	1,265
Refundable deposits	-	6,761
Cash and bank balances	723,382	769,585
	1,212,881	**1,207,140**
Non-current assets classified as held for sale	**28,390**	**28,040**
Total current assets	**1,241,271**	**1,235,180**
Total assets	**3,270,844**	**3,096,539**
Equity		
Share capital	129,664	129,664
Share premium	1,514,253	1,514,253
Hedging reserve	(26,141)	(14,350)
Translation reserve	(556)	3,098
Remeasurement reserve	(592)	(321)
Other reserves	21,854	20,556
Retained earnings	122,282	115,303
Equity attributable to the Shareholders	**1,760,764**	**1,768,203**
Non-controlling interests	35,995	63,058
Total equity	**1,796,759**	**1,831,261**
Liabilities		
Non-current liabilities		
Trade and other payables	380,712	450,897
Borrowings	306,790	373,292
Lease liabilities	6,747	4,935
Employees' end of service benefits	12,579	11,078
Deferred income tax liabilities	1,334	965
Total non-current liabilities	**708,162**	**841,167**
Current liabilities		
Trade and other payables	306,231	325,667
Due to related parties	1,662	10,504
Lease liabilities	2,700	1,760
Borrowings	356,024	61,327
Deferred revenue	88,102	24,577
Income tax liabilities	11,204	276
Total current liabilities	**765,923**	**424,111**
Total liabilities	**1,474,085**	**1,265,278**
Total equity and liabilities	**3,270,844**	**3,096,539**

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BAYANAT AI PLC

Review report and condensed consolidated interim financial information for the nine-month period ended 30 September 2024

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

BAYANAT AI PLC

Review report and condensed consolidated interim financial information for the nine-month period ended 30 September 2024

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Report on review of condensed consolidated interim financial information	1
Condensed consolidated statement of financial position	2
Condensed consolidated statement of profit or loss and other comprehensive income	3
Condensed consolidated statement of changes in equity	4
Condensed consolidated statement of cash flows	5
Notes to the condensed consolidated interim financial information	6 – 27

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE SHAREHOLDERS OF BAYANAT AI PLC

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Bayanat AI PLC (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 September 2024, and the related statements of profit or loss and other comprehensive income, changes in equity and cash flows for the nine-month period then ended, and other explanatory notes, including material accounting policy information. Management is responsible for the preparation and fair presentation of this interim financial information in accordance with International Accounting Standard 34 'Interim Financial Reporting' ('IAS 34'). Our responsibility is to express a conclusion on this 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 interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.) LLP



Monah Adnan Abou-Zaki
Partner
6 November 2024
Abu Dhabi
United Arab Emirates

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Condensed consolidated statement of financial position as at 30 September 2024

	Notes	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
ASSETS			
Non-current assets			
Property and equipment	5	**295,132,573**	220,573,948
Intangible assets	6	**1,023,370**	1,683,815
Right-of-use assets	7	**8,509,865**	2,433,085
Total non-current assets		**304,665,808**	224,690,848
Current assets			
Contract assets	8	**828,636,006**	662,915,894
Trade and other receivables	10	**23,223,700**	20,688,617
Due from related parties	11	**199,677,290**	282,203,291
Contract costs	9	**54,442,369**	4,646,098
Refundable deposits		**-**	24,828,420
Cash and bank balances	12	**473,835,827**	762,061,455
Total current assets		**1,579,815,192**	1,757,343,775
Total assets		**1,884,481,000**	1,982,034,623
EQUITY			
Share capital	13	**257,142,857**	257,142,857
Share premium	13	**566,808,172**	566,808,172
Other reserves		**46,767,082**	42,000,483
Retained earnings		**510,822,720**	449,055,692
Total equity		**1,381,540,831**	1,315,007,204
LIABILITIES			
Non-current liabilities			
Employees' end of service benefits		**8,817,970**	7,891,196
Lease liabilities	7	**5,670,363**	994,060
Trade and other payables	14	**-**	6,685,617
Total non-current liabilities		**14,488,333**	15,570,873
Current liabilities			
Trade and other payables	14	**473,356,129**	612,544,836
Income tax payable	19	**7,154,534**	-
Due to related parties	11	**5,172,431**	37,685,283
Lease liabilities	7	**2,768,742**	1,226,427
Total current liabilities		**488,451,836**	651,456,546
Total liabilities		**502,940,169**	667,027,419
Total equity and liabilities		**1,884,481,000**	1,982,034,623

Signed by: 58DECBE257464FE...
Hasan Ahmed Al Hosani
Chief Executive Officer

Signed by: 06CAB59FD7D6442...
H.E. Mansoor Al Mansoori
Board of Directors - Chairman

Signed by: Andrew Cole AB968BCF46384E8...
Andrew Francis Cole
Chief Financial Officer

The accompanying notes form an integral part of this condensed consolidated interim financial information.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Condensed consolidated statement of profit or loss and other comprehensive income for the nine-month period ended 30 September 2024

	Notes	Three-month period ended 30 September		Nine-month period ended 30 September	
		2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Revenue	**15**	**205,660,280**	279,757,277	**478,956,041**	511,310,581
Direct costs	**16**	**(115,315,380)**	(213,150,096)	**(304,912,688)**	(313,139,421)
Gross profit		**90,344,900**	66,607,181	**174,043,353**	198,171,160
General and administrative expenses	**17**	**(42,823,154)**	(39,008,160)	**(126,088,132)**	(111,157,134)
Impairment gain, net of reversals, on financial assets and contract assets	**8, 10, 11**	**-**	-	**266,379**	429,286
Finance expenses		**(870,003)**	(1,222,989)	**(2,534,465)**	(2,629,477)
Finance income		**-**	-	**-**	13,085,741
Income from Wakala deposits	**12**	**5,978,396**	7,066,847	**20,765,924**	9,037,718
Other income	**18**	**54,538**	340,130	**7,235,102**	823,856
Profit before tax for the period		**52,684,677**	33,783,009	**73,688,161**	107,761,150
Income tax expenses	**19**	**(5,264,220)**	-	**(7,154,534)**	-
Profit for the period		**47,420,457**	33,783,009	**66,533,627**	107,761,150
Other comprehensive income for the period		**-**	-	**-**	-
Total comprehensive income for the period		**47,420,457**	33,783,009	**66,533,627**	107,761,150
Earnings per share	**20**	**0.02**	0.01	**0.03**	0.04

The accompanying notes form an integral part of this condensed consolidated interim financial information.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Condensed consolidated statement of changes in equity for the nine-month period ended 30 September 2024

	Share capital AED	Share premium AED	Other reserves AED	Retained earnings AED	Total equity AED
At 1 January 2023 (audited)	257,142,857	566,808,172	21,369,678	236,360,943	1,081,681,650
Total comprehensive income for the period	-	-	-	107,761,150	107,761,150
Transfer to statutory reserve of a subsidiary	-	-	9,042,515	(9,042,515)	-
Waiver of interest payable to a related party (note 11)	-	-	-	946,690	946,690
At 30 September 2023 (unaudited)	257,142,857	566,808,172	30,412,193	336,026,268	1,190,389,490
At 1 January 2024 (audited)	257,142,857	566,808,172	42,000,483	449,055,692	1,315,007,204
Total comprehensive income for the period	-	-	-	66,533,627	66,533,627
Transfer to statutory reserve of a subsidiary	-	-	4,766,599	(4,766,599)	-
At 30 September 2024 (unaudited)	**257,142,857**	**566,808,172**	**46,767,082**	**510,822,720**	**1,381,540,831**

The accompanying notes form an integral part of this condensed consolidated interim financial information.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Condensed consolidated statement of cash flows for the nine-month period ended 30 September 2024

	Notes	Nine-month period ended 30 September 2024 AED (unaudited)	2023 AED (unaudited)
Cash flows from operating activities			
Profit before tax for the period		**73,688,161**	107,761,150
Adjustments for:			
Depreciation of property and equipment	**5**	**7,895,245**	8,136,050
Amortisation of intangible assets	**6**	**780,853**	580,688
Depreciation of right-of-use assets	**7**	**1,011,140**	-
Finance expenses		**1,064,508**	2,629,477
Interest on lease liabilities and contract liabilities		**1,469,957**	-
Finance income		**-**	(13,085,741)
Income from Wakala deposits	**12**	**(20,765,924)**	(9,037,718)
Impairment gain, net of reversals, on financial and contract assets	**8, 10, 11**	**(266,379)**	(429,286)
Provision for employees' end of service benefits		**1,355,166**	2,325,189
Loss on disposal of property and equipment		**-**	6,341
Operating cash flows before movements in working capital		**66,232,727**	98,886,150
Increase in trade and other receivables		**(3,304,640)**	(20,101,211)
Increase in contract assets		**(165,668,003)**	(284,442,301)
Increase in contract cost		**(24,054,151)**	(4,566,342)
Decrease in refundable deposits		**24,828,420**	-
Decrease in due from related parties		**82,691,926**	105,083,459
Decrease in trade and other payables		**(187,845,136)**	(59,832,230)
(Decrease)/increase in due to related parties		**(32,512,852)**	20,977,323
Cash used in operating activities		**(239,631,709)**	(143,995,152)
Employees' end of service benefits paid		**(428,392)**	(755,608)
Finance cost paid		**(1,064,508)**	(2,502,480)
Net cash used in operating activities		**(241,124,609)**	(147,253,240)
Cash flows from investing activities			
Acquisition of property and equipment	**5**	**(67,574,437)**	(105,506,325)
Acquisition of intangible assets	**6**	**(120,408)**	(1,055,907)
Profit received on wakala deposits		**21,583,826**	7,529,347
Finance income received		**-**	16,611,559
Proceeds on disposal of property and equipment		**-**	1,973
Net cash used in investing activities		**(46,111,019)**	(82,419,353)
Cash flows from financing activities			
Payment of lease liabilities	**7**	**(990,000)**	-
Repayments of loans from related parties	**11**	**-**	(8,580,939)
Interest paid	**11**	**-**	(131,575)
Proceeds of term deposits with original maturities more than three months		**-**	500,000,000
Net cash (used in)/generated from financing activities		**(990,000)**	491,287,486
Net (decrease)/increase in cash and cash equivalents		**(288,225,628)**	261,614,893
Cash and cash equivalents at 1 January		**762,061,455**	319,518,920
Cash and cash equivalents at 30 September	**12**	**473,835,827**	581,133,813
Non-cash transactions:			
Depreciation of property and equipment capitalised in contract costs	**5**	**25,742,120**	-
Additions to property and equipment against accrued expenses	**5**	**40,621,553**	-
Loans from related parties set-off against due from related parties	**11**	**-**	49,551,207
Waiver of related party interest payable	**11**	**-**	946,690

The accompanying notes form an integral part of this condensed consolidated interim financial information.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024

1 General information

Bayanat AI PLC (the "Company") is registered in Abu Dhabi Global Market (ADGM) under license number 000008474 as a Public Company Limited by Shares. The Company was incorporated on 28 September 2022. The registered address of the Company is Al Sarab Tower, ADGM Square, Al Maryah Island, Abu Dhabi, United Arab Emirates. The Company's parent company and controlling party is Group 42 Holding Ltd (the "Parent Company"), a private company registered in Abu Dhabi Global Market.

The Company's ordinary shares are listed on the Abu Dhabi Stock Exchange as from 31 October 2022.

The principal activity of the Company is to act as a holding company for the entities within the Group.

This condensed consolidated financial information includes the financial performance, financial position and cash flows of the Company and its subsidiaries (collectively referred to as the "Group"), details of which are set out below:

Name of subsidiaries	Country of incorporation	Principal activities	Ownership interest	
			30 September 2024	31 December 2023
Bayanat G I Q P.J.S.C.	United Arab Emirates	Data classification & analysis services, technological projects management, innovation & artificial intelligence research & consultancies, data collection from one or more sources, data storing and recovering, computer devices and equipment domain consultancy, air photography, survey planning, air photography and information management systems engineering consultancy, work measurement and space, information technology network services, marine survey engineering consultancy, maps and drawings copying services, typing and documents photocopying services, computer systems and software designing, geographical maps drawing, book publication, maps and atlas printing, onshore and offshore oil and gas fields and facilities services.	**100%**	100%
Mira Aerospace Ltd	United Arab Emirates	Unmanned aerial vehicle (drone) services and research and experimental development on natural sciences and engineering.	**100%**	100%
Bayanat Investments Ltd*	United Arab Emirates	Proprietary investments.	**100%**	100%
Mira Aerospace Manufacturing – Sole Proprietorship L.L.C.	United Arab Emirates	Airplanes manufacturing and aircrafts parts and accessories manufacturing.	**100%**	100%

* The subsidiary was dormant as at 30 September 2024 and 31 December 2023.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

2 Application of new and revised International Financial Reporting Standards ("IFRS Accounting Standards") ("IFRSs") and IFRS Sustainability Disclosure Standards

2.1 New and revised IFRSs applied with no material effect on the condensed consolidated interim financial information

The accounting policies adopted in the preparation of the condensed consolidated interim financial information are consistent with those followed in the preparation of the annual consolidated financial statements of the Group for the year ended 31 December 2023, and the notes attached thereto, except for taxation accounting policy (refer note 3) and the adoption of certain new and revised standards, that became effective in the current period as set out below.

- Amendments to IAS 1 *Presentation of Financial Statements* – Non-current Liabilities with Covenants
- Amendments to IAS 7 *Statement of Cash Flows and IFRS 7 Financial Instruments*: Disclosures – Supplier Finance Arrangements
- Amendment to IFRS 16 *Leases* – Lease Liability in a Sale and Leaseback
- Amendments to IAS 1 *Presentation of Financial Statements* – Classification of Liabilities as Current or Non-current
- Amendments to IAS 21 *The Effects of Changes in Foreign Exchange Rates* – Lack of Exchangeability

The application of these new standards and amendments to IFRSs has not had any material impact on the amounts reported in this condensed consolidated interim financial information but may affect the accounting for the Group's future transactions or arrangements.

2.2 New and revised IFRSs and IFRS Sustainability Disclosure Standards in issue but not yet effective and not early adopted

The Group has not applied the following new and revised IFRSs that have been issued but are not yet effective and not early adopted.

New and revised IFRSs and IFRS Sustainability Disclosure Standards	Effective for annual periods beginning on or after
IFRS S1 *General Requirements for Disclosure of Sustainability-related Financial Information*	1 January 2024*
IFRS S2 Climate-related Disclosures	1 January 2024*
Amendments to IFRS 9 and IFRS 7 — Classification and Measurement of Financial Instruments	1 January 2026
IFRS 18 *Presentation and Disclosure in Financial Statements*	1 January 2027
IFRS 19 *Subsidiaries without Public Accountability: Disclosures*	1 January 2027
Amendments to IFRS 10 *Consolidated Financial Statements* and *IAS 28 Investments in Associates and Joint Ventures* — Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Effective date not yet decided.

*Subject to adoption by the local jurisdiction.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group's condensed consolidated interim financial information as and when they are applicable and adoption of these new standards and amendments may have no material impact on the condensed consolidated interim financial information of the Group in the period of initial application.

Docusign Envelope ID: EB8F6FA4-00AA-44D5-9F8A-9F1AAC2BD45E

Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

3 Material accounting policy information

Statement of compliance

These condensed consolidated interim financial information for the nine-month period ended 30 September 2024 have been prepared in accordance with IAS 34 *Interim Financial Reporting* and applicable requirements of Abu Dhabi Global Market ("ADGM") Companies Regulations 2020 (as amended), and Companies Regulations (International Accounting Standards) Rules 2015.

Basis of preparation

The condensed consolidated interim financial information does not include all the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2023. In addition, results for the nine-month period ended 30 September 2024 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2024.

This condensed consolidated interim financial information is presented in United Arab Emirates Dirhams ("AED"), which is the Group's functional and presentational currency.

The condensed consolidated interim financial information has been prepared on the historical cost basis.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the consolidated statement of profit or loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Group's liability for current tax is calculated using tax rates enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the liability method. Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

3 Material accounting policy information (continued)

Taxation (continued)

Deferred tax (continued)

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised based on tax laws and rates that have been enacted or substantively enacted at the reporting date.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and deferred tax are recognised in consolidated statement of profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

4 Critical judgements and key sources of estimation uncertainty

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those applied to the Group's annual consolidated financial statements for the year ended 31 December 2023.

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5 Property and equipment

During the nine-month period ended 30 September 2024, the Group has purchased AED 108,195,990 (31 December 2023: AED 211,639,591) of property and equipment. Additions include movement in capital working in progress ("CWIP") related to the development of low earth orbit (LEO) and high-altitude pseudo satellites (HAPS) amounting to AED 106,101,384 (31 December 2023: AED 96,845,721).

Depreciation expense during the period amounted to AED 33,637,365 (31 December 2023: AED 12,238,375), including AED 25,742,120 capitalised in contract costs (31 December 2023: AED nil). Disposals of property and equipment during the period amounted to AED nil (31 December 2023: AED 8,313). No impairment loss on property and equipment was recognised during the period (31 December 2023: AED nil).

6 Intangible assets

Intangible assets comprise of computer software and licenses.

During the nine-month period ended 30 September 2024, the Group has purchased AED 120,408 (31 December 2023: AED 1,160,414) of intangible assets. Amortisation expense during the period amounted to AED 780,853 (31 December 2023: AED 833,943). No impairment loss on intangible assets was recognised during the period (31 December 2023: AED nil).

7 Leases

The Group has lease agreements for office premises and warehouse in Al Raha and Al Markaz. The average lease term is 10 years (31 December 2023: 2 years) in Abu Dhabi.

Movement of the right-of-use assets and lease liabilities is as follows:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Right-of-use assets		
At the beginning of the period/year	**2,433,085**	-
Additions during the period/year	**7,087,920**	2,538,871
Depreciation during the period/year	**(1,011,140)**	(105,786)
At the end of the period/year	**8,509,865**	2,433,085
Lease liabilities		
At the beginning of the period/year	**2,220,487**	-
Additions during the period/year	**7,087,920**	2,538,871
Accretion of interest for the period/year	**120,698**	11,616
Payments during the period/year	**(990,000)**	(330,000)
At the end of the period/year	**8,439,105**	2,220,487
Current	**2,768,742**	1,226,427
Non-current	**5,670,363**	994,060
	8,439,105	2,220,487

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

8 Contract assets

Contract assets balances relate to the Group's right on consideration for goods and services provided but not billed at the reporting date. Contract assets are recognised for any work performed in line with a series of performance related milestones under software development, installation and support service contracts in excess of amounts billed to the customer.

Any amount previously recognised as a contract asset is reclassified to trade receivables or due from related parties at the point at which it is invoiced to the customer. Payments that are not due from the customer until the services are complete and therefore a contract asset is recognised over the period in which the services are performed to represent the entity's right to consideration for the services transferred to date. All the contract assets are expected to be realized within one year hence classified under current assets.

Carrying amount of contract assets is as follows:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Contract assets	**847,048,522**	681,380,519
Less: expected credit loss allowance	**(18,412,516)**	(18,464,625)
	828,636,006	662,915,894

Contract assets of AED 823,267,536 (31 December 2023: AED 662,817,449) pertain to related parties (note 11).

Loss allowance on contract assets movement is as follows:

	Government entities AED	**Non-government entities AED**	**Specific provision AED**	**Total AED**
At 1 January 2024 (audited)	**5,879,610**	**497,258**	**12,087,757**	**18,464,625**
Net re-measurement of ECL	**(319,218)**	**267,109**	**-**	**(52,109)**
At 30 September 2024 (unaudited)	**5,560,392**	**764,367**	**12,087,757**	**18,412,516**
At 1 January 2023 (audited)	6,547,025	315,034	12,087,757	18,949,816
Net re-measurement of ECL	(667,415)	182,224	-	(485,191)
At 31 December 2023 (audited)	5,879,610	497,258	12,087,757	18,464,625

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

8 Contract assets (continued)

The following table details the risk profile of amounts due from customers based on the Group's provision matrix. The Group is applying different loss patterns for government and non-government customer segments. The loss rate is further distinguished based on the ageing of contract assets.

	Government entities %	**Non-government entities %**
Rates applied with due less than 1 year	0.61	0.76
Rates applied with due more than 1 year	2	-

9 Contract costs

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Contract costs	**54,442,369**	4,646,098

Contract costs represent costs incurred relating to performance obligation on contracts with customers. The revenue related to these performance obligations will be recognised upon completion and acceptance from customers.

10 Trade and other receivables

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Trade receivables	**4,096,781**	8,675,717
Less: expected credit loss allowance	**(1,452,943)**	(1,501,288)
	2,643,838	7,174,429
Advance to suppliers	**7,764,407**	8,649,979
VAT receivable	**7,250,708**	-
Prepayments	**3,544,914**	2,097,939
Accrued profits on Wakala deposits	**1,290,548**	2,108,450
Security deposits	**525,250**	525,250
Other receivables	**204,035**	132,570
	23,223,700	20,688,617

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

10 Trade and other receivables (continued)

The average payment term on sales of goods is 30 days (31 December 2023: 30 days). No interest is charged on outstanding trade receivables.

The Group measures the loss allowance for trade receivables at an amount equal to lifetime expected credit loss (ECL). The ECL on trade receivables are estimated using a loss rate, with reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

The Group has adopted a policy of dealing with only creditworthy counterparties. Adequate credit assessment is made before accepting an order for sale of services or goods from counterparty.

Loss allowance on trade receivables movement is as follows:

	Less than 1 year AED	**More than 1 year AED**	**Total AED**
At 1 January 2024 (audited)	**24,064**	**1,477,224**	**1,501,288**
Net re-measurement of ECL	**405,413**	**(453,758)**	**(48,345)**
At 30 September 2024 (unaudited)	**429,477**	**1,023,466**	**1,452,943**
At 1 January 2023 (audited)	-	1,912,208	1,912,208
Net re-measurement of ECL	24,064	(434,984)	(410,920)
At 31 December 2023 (audited)	24,064	1,477,224	1,501,288

11 Related party balances and transactions

The Group, in the ordinary course of business, enters into transactions, at agreed terms and conditions, with related parties. Related parties comprise of the Group's shareholders, directors, senior management and businesses controlled by them and their families or over which they exercise significant management influence as well as key management personnel. The Group, in the ordinary course of business, enters into transactions, with other business enterprises or individuals that fall within the definition of related parties contained in International Accounting Standard 24: *Related Party Disclosures*.

The Group has a related party relationship with the Government of Abu Dhabi through partial ownership of the Parent Company by an entity owned by Government of Abu Dhabi, directors and executive officers (including business entities over which they can exercise significant influence, or which can exercise significant influence over the Group).

The Group maintains significant balances with these related parties, which arise from commercial transactions.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

11 Related party balances and transactions (continued)

Balances and transactions between the Company and its subsidiaries, which are related parties, have been eliminated on consolidation and are not disclosed in this note.

(i) Balances with related parties disclosed in the condensed consolidated statement of financial position includes the following:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Due from related parties		
Government entities	**133,501,675**	143,815,385
Associate	**16,533,920**	90,891,386
Entities under common control	**53,230,581**	51,251,331
	203,266,176	285,958,102
Less: expected credit loss allowance	**(3,588,886)**	(3,754,811)
	199,677,290	282,203,291
Due to related parties		
Government entities	**-**	6,836,283
Entities under common control	**5,172,431**	30,849,000
	5,172,431	37,685,283

Refer to note 12 for details of the Group's cash held with the banks which are related parties. Refer to notes 8, and 14 for details of balances with related parties.

The following table shows the movement in lifetime ECL that has been recognised for due from related parties in accordance with the simplified approach set out in IFRS 9.

	Collectively assessed AED	**Individually assessed AED**	**Total AED**
At 1 January 2024 (audited)	**3,662,476**	**92,335**	**3,754,811**
Net re-measurement of ECL	**(165,925)**	**-**	**(165,925)**
At 30 September 2024 (unaudited)	**3,496,551**	**92,335**	**3,588,886**
At 1 January 2023 (audited)	3,287,986	13,874,717	17,162,703
Net re-measurement of ECL	374,490	92,335	466,825
ECL written off	-	(13,874,717)	(13,874,717)
At 31 December 2023 (audited)	3,662,476	92,335	3,754,811

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

11 Related party balances and transactions (continued)

The following table details the risk profile of amounts due from customers based on the Group's provision matrix. The Group is applying different loss patterns for government and non-government customer segments. The loss rate is further distinguished based on the ageing of due from related parties.

	Government entities %	Non-government entities %
Rates applied with due less than 1 year	0.61	-
Rates applied with due more than 1 year	5	-

(ii) Transaction with related parties included in the condensed consolidated financial information includes the following:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Revenue (note 15)	**192,614,042**	277,673,856	**439,280,494**	506,308,415
Other income (note 18)	-	-	**6,836,283**	-
Purchase of services and materials	**81,471,614**	3,209,482	**150,912,225**	13,892,724
Remuneration of the Board of Directors	**470,000**	-	**1,820,000**	-
Acquisition of intangible assets	-	50,000	-	180,000
Insurance costs	-	381,149	-	1,287,526
Bank charges incurred on behalf of a related party	-	217,249	-	651,746
Offset of a related party loan (including interest accrued) (a), (b)	-	-	-	49,551,207
Waiver of related party interest payable (a)	-	-	-	946,690

a) During the nine-month period ended 30 September 2023, the Group has entered into a settlement agreement with the borrower (an entity under common control) to offset the loan facility outstanding amount of AED 36,725,000 against a receivable balance due from another entity under common control (a related party). Interest accrued on the loan facility amounting to AED 946,690 has been waived under the same settlement agreement.

b) During the nine-month period ended 30 September 2023, the Group has entered into another settlement agreement with the borrower (a shareholder) to partially offset the loan facility balance amounting to AED 11,985,061 and the interest accrued of AED 841,146 against a receivable balance due from another entity under common control (a related party).

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

11 Related party balances and transactions (continued)

Compensation of key management personnel is as follows:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Short term benefits	**2,550,732**	2,397,511	**13,535,235**	10,662,997
Long term benefits	**174,280**	211,045	**515,922**	573,757

12 Cash and bank balances

Cash and cash equivalents included in the condensed consolidated statement of cash flows can be reconciled to the related items in the condensed consolidated statement of financial position as shown below:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Cash on hand	**10,000**	10,000
Bank balances	**36,944,870**	78,163,067
Wakala deposits	**436,880,957**	683,888,388
Cash and bank balances	**473,835,827**	762,061,455

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the UAE. Accordingly, management of the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12 month ECL. None of the balances with banks at the end of the reporting period are past due, and taking into account the historical default experience and the current credit ratings of the bank, the management of the Group have assessed that there is no impairment, and hence have not recorded any loss allowances on these balances.

Wakala deposits have maturities of 3 months (31 December 2023: 2 weeks to 3 months) from the date of placement and carry profit rates ranging on average from 4.8% to 5.2% (31 December 2023: 4.5% to 5%). Deposits are placed on recurring basis and can be terminated anytime without prior notice and with a deduction of Wakala fee and a performance incentive from the actual realised investment profit. Income on Wakala deposits for the nine-month period ended 30 September 2024 amounted to AED 20,765,924 (30 September 2023: AED 9,037,718).

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

12 Cash and bank balances (continued)

Cash at bank of AED 473,725,827 (31 December 2023: AED 762,051,455) pertains to banks which are related parties (note 11). Bank account under the name of a related party amounting to AED 19,633 (31 December 2023: AED 19,633) has been assigned for the beneficial interest of the Group.

13 Share capital

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Issued and fully paid:		
2,571,428,572 shares of AED 0.10 each (31 December 2023: 2,571,428,572 shares of AED 0.10 each)	**257,142,857**	257,142,857

On 13 October 2022, pursuant to the public offering, the share capital of the Company was increased to AED 257,142,857 divided into 2,571,428,572 shares of AED 0.1 each, with 571,428,572 shares being offered for public subscription. The Company's offer price was set at AED 1.1 per share and was fully subscribed, resulting into share premium of AED 571,428,572. Share issue costs amounted to AED 4,620,400.

14 Trade and other payables

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Trade payables	**134,838,802**	301,480,697
Accrued expenses	**308,561,516**	179,641,156
Contract liabilities	**29,794,937**	130,389,495
VAT payable	**-**	7,558,231
Retention payable	**160,874**	160,874
	473,356,129	619,230,453
Less: non-current portion	**-**	(6,685,617)
	473,356,129	612,544,836

The average credit period on the purchase of goods is 30-60 days (31 December 2023: 30-60 days). The Group has financial risk management policies in place to ensure that all payables are paid within credit period. No interest is charged on other payables.

Contract liabilities of AED 107,127 (31 December 2023: AED 115,454,642) pertain to related parties (note 11).

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

15 Revenue

The Group derives its revenue from contracts with customers for the transfer of goods and services over time and at a point in time. Refer to note 21 for revenue for major product lines.

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Revenue from contracts with customers				
Products and services transferred at point in time	**7,641,855**	10,714,341	**28,448,972**	26,300,451
Products and services transferred over time	**198,018,425**	269,042,936	**450,507,069**	485,010,130
	205,660,280	279,757,277	**478,956,041**	511,310,581
Revenue from contracts with customers				
Government entities	**194,203,013**	240,038,465	**383,174,143**	454,714,029
Entities under common control	**6,164,111**	37,244,768	**86,602,391**	54,042,651
Other entities	**5,293,156**	2,474,044	**9,179,507**	2,553,901
	205,660,280	279,757,277	**478,956,041**	511,310,581
Geographical concentration				
Within UAE	**201,849,124**	279,757,277	**473,253,639**	511,310,581
Outside UAE	**3,811,156**	-	**5,702,402**	-
	205,660,280	279,757,277	**478,956,041**	511,310,581

Revenue for the nine-month period ended 30 September 2024 amounting to AED 439,280,494 (30 September 2023: AED 506,308,415) pertains to related parties (note 11).

The transaction price allocated to (partially) unsatisfied performance obligations at 30 September are as setout below:

	2024 AED (unaudited)	2023 AED (audited)
Revenue from contracts with customers	**1,999,269,486**	2,147,313,381

Management expects that 12% (30 September 2023: 17%) of the transaction price allocated to the unsatisfied performance obligations as at 30 September 2024 will be recognised as revenue till the end of the year. The remaining 88% (30 September 2023: 83%) will be recognised in the future years. Average duration of the unsatisfied performance obligations as at 30 September 2024 is 4 years (30 September 2023: 4 years).

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

16 Direct costs

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Subcontract costs	**96,838,736**	92,177,966	**265,768,601**	162,629,112
Staff costs and allowances	**8,399,242**	12,445,665	**24,107,510**	28,994,901
Materials	**7,566,679**	106,390,995	**8,924,769**	117,206,277
Depreciation of property and equipment (note 5)	**1,105,886**	1,976,829	**3,231,697**	3,313,533
Amortisation of intangible assets (note 6)	**212,826**	158,121	**634,061**	402,051
Other expenses	**1,192,011**	520	**2,246,050**	593,547
	115,315,380	213,150,096	**304,912,688**	313,139,421

17 General and administrative expenses

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Staff costs and allowances	**28,098,362**	31,968,326	**72,134,933**	75,580,955
Professional fees	**8,135,662**	-	**22,181,067**	8,666,906
Marketing	**1,441,935**	1,112,892	**12,846,912**	2,820,059
Office expenses	**1,544,649**	1,100,230	**4,680,310**	2,947,217
Depreciation of property and equipment (note 5)	**1,544,368**	604,251	**4,668,859**	4,822,517
Insurance	**1,109,874**	702,658	**3,871,318**	1,988,690
Depreciation of right-of-use assets (note 7)	**376,424**	-	**1,011,140**	-
Amortisation of intangible assets (note 6)	**25,011**	59,546	**146,792**	178,638
Other expenses	**546,869**	3,460,257	**4,546,801**	14,152,152
	42,823,154	39,008,160	**126,088,132**	111,157,134

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

18 Other income

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 AED (unaudited)	2023 AED (unaudited)	**2024 AED (unaudited)**	2023 AED (unaudited)
Reversal of liability upon completion of the contract	**-**	-	**6,836,283**	-
Subsidies received	**54,538**	185,272	**398,819**	374,226
Support services	**-**	154,858	**-**	449,630
	54,538	340,130	**7,235,102**	823,856

19 Income tax

On 9 December 2022, the United Arab Emirates (UAE) Ministry of Finance ("MoF") released Federal Decree-Law No 47 of 2022 on the Taxation of Corporations and Businesses, Corporate Tax Law ("CT Law") to enact a new CT regime in the UAE. The new CT regime has become effective for accounting periods beginning on or after 1 June 2023. As the Group's accounting year ends on 31 December, the first tax period will be the period from 1 January 2024 to 31 December 2024, with the respective tax return to be filed on or before 30 September 2025.

The taxable income of the entities that are in scope for UAE CT purposes will be subject to the rate of 9% corporate tax. It is not currently foreseen that the Group's UAE operations will be subject to the application of the Global Minimum Tax rate of 15% in the financial year ending 31 December 2024. The application is dependent on the implementation of Base Erosion Profit Shifting (BEPS 2) - Pillar Two rules by the countries where the Group operates and the enactment of Pillar Two rules by the UAE MoF.

The tax charge for the nine-month period ended 30 September 2024 is AED 7,154,534 (30 September 2023: AED nil), representing an Effective Tax Rate ("ETR") of 9.7% (30 September 2023: 0%). The variance with the statutory tax rate in the UAE pertains to the prior year tax charge for the subsidiary incorporated after 1 June 2023, which has been recorded in the current period, following the public clarification ("CTP003") released to the CT Law in July 2024. The charge has been accounted prospectively as a change in accounting estimate in accordance with IAS 8.

Income tax expense is recognised in each interim period based on a best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

20 Earnings per share

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

The following reflects the profit and share data used in to calculate earnings per share:

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 (unaudited)	2023 (unaudited)	**2024 (unaudited)**	2023 (unaudited)
Profit attributable to the shareholders of the Company (AED)	**47,420,457**	33,783,009	**66,533,627**	107,761,150
Weighted average number of ordinary shares issued	**2,571,428,572**	2,571,428,572	**2,571,428,572**	2,571,428,572
Basic earnings per share (AED)	**0.02**	0.01	**0.03**	0.04

Diluted earnings per share are not applicable as the Company has not issued any instruments which would have an impact on earnings per share.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

21 Operating segments

The Group has four reportable segments, as described below. Reportable segments offer different products and services and are managed separately because they require different technology and operational marketing strategies. For each of the strategic business units, the Group's executive management reviews internal management reports on at least a quarterly basis.

The following summary describes the operations in each of the Group's reportable segment:

- **Smart Geospatial Solutions (SGS)**: The SGS division is a geospatial one-stop shop offering end-to-end services from data acquisition and processing to artificial intelligence services, to a growing number of sectors such as defense, environment, energy & resources, smart cities, and transportation.

- **Smart Mobility Solutions (SMOS)**: The SMOS division is the pioneer of autonomous driving and unmanned systems in MENA with a proven technological capability and know-how including Autonomous Solutions, Cloud Infra, Digital Twins, Charging Infrastructure, Transportation Super Apps, and Testing and Simulation.

- **Smart Operations Solutions (SOPs)**: The SOP division is driving the revolution in how entities approach their operations, by providing customers the latest AI-powered innovative technological solutions which deliver both superior efficiency and efficacy.

- **Smart Space Solutions (SPAS):** The SPAS division is a vertical AI-powered information solutions provider, utilizing space-based platforms across Remote Sensing, and Communication to deliver timely, actionable insights to various industries.

The Group does not allocate segment results of the holding Company that performs financing activities and certain other functions. Results of the Company are not significant to be disclosed as operating segment because quantitative thresholds are not met and are presented as *Other*.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit, as included in the internal management reports data reviewed by the Group's executive management. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Segment profit represents the profit earned by each segment without allocation of the income tax expenses.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

21 Operating segments (continued)

	SGS AED	SMOS AED	SOPS AED	SPAS AED	Other AED	Total AED
Nine-month period ended 30 September 2024 (unaudited)						
Revenue	**79,633,280**	**20,507,919**	**259,122,047**	**119,692,795**	**-**	**478,956,041**
Direct cost	**(49,197,056)**	**(15,284,240)**	**(225,803,726)**	**(14,627,666)**	**-**	**(304,912,688)**
Gross profit	**30,436,224**	**5,223,679**	**33,318,321**	**105,065,129**	**-**	**174,043,353**
Indirect costs (net)	**(16,824,240)**	**(5,034,208)**	**(43,206,239)**	**(46,134,142)**	**10,843,637**	**(100,355,192)**
Reportable segment profit/(loss)	**13,611,984**	**189,471**	**(9,887,918)**	**58,930,987**	**10,843,637**	**73,688,161**
Nine-month period ended 30 September 2023 (unaudited)						
Revenue	60,889,300	38,848,314	234,404,468	177,168,499	-	511,310,581
Direct cost	(47,578,660)	(33,148,832)	(199,803,528)	(32,318,342)	(290,059)	(313,139,421)
Gross profit/(loss)	13,310,640	5,699,482	34,600,940	144,850,157	(290,059)	198,171,160
Indirect costs (net)	(16,175,285)	(6,057,260)	(35,144,778)	(50,658,745)	17,626,058	(90,410,010)
Reportable segment profit /(loss)	(2,864,645)	(357,778)	(543,838)	94,191,412	17,335,999	107,761,150

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

21 Operating segments (continued)

	SGS AED	SMOS AED	SOPS AED	SPAS AED	Other AED	Total AED
Three-month period ended 30 September 2024 (unaudited)						
Revenue	**21,230,384**	**6,946,394**	**98,225,597**	**79,257,905**	**-**	**205,660,280**
Direct cost	**(16,623,963)**	**(4,562,697)**	**(86,246,489)**	**(7,882,231)**	**-**	**(115,315,380)**
Gross profit	**4,606,421**	**2,383,697**	**11,979,108**	**71,375,674**	**-**	**90,344,900**
Indirect costs (net)	**(3,145,093)**	**(1,319,639)**	**(9,847,059)**	**(24,316,859)**	**968,427**	**(37,660,223)**
Reportable segment profit	**1,461,328**	**1,064,058**	**2,132,049**	**47,058,815**	**968,427**	**52,684,677**
Three-month period ended 30 September 2023 (unaudited)						
Revenue	38,268,416	9,124,119	223,282,850	9,081,892	-	279,757,277
Direct cost	(24,940,812)	(4,879,895)	(179,594,727)	(3,444,603)	(290,059)	(213,150,096)
Gross profit/(loss)	13,327,604	4,244,224	43,688,123	5,637,289	(290,059)	66,607,181
Indirect costs (net)	(6,925,340)	(984,653)	(28,657,112)	(1,008,298)	4,751,231	(32,824,172)
Reportable segment profit	6,402,264	3,259,571	15,031,011	4,628,991	4,461,172	33,783,009

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

22 Financial instruments

All financial assets and liabilities are measured at amortised cost and the carrying values approximate to the fair value.

23 Contingent liabilities

The Group has the following contingent liabilities and commitments outstanding at:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Performance guarantees (a)	**268,127,864**	344,166,231
Letters of credit (a)	**-**	54,960,777
Capital commitments (b)	**363,990,254**	222,572,384

(a) Performance guarantees and letters of credit were issued in the normal course of business.

(b) Contracted capital commitments are related to low earth orbit (LEO) and high-altitude pseudo satellites (HAPS) assets which are under construction.

24 Investment in associate

Details of the Group's associate are as follows:

Associate	**Place of incorporation and operations**	**Percentage of ownership**		**Principal activities**
		30 September 2024	31 December 2023	
Sindan-Additive Manufacturing Center of Excellence L.L.C	Abu Dhabi, UAE	**25%**	25%	Building engineering consultancy with 3D Printing Technology, decoration design and implementation using 3D Printing Technology, exporting and importing.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

24 Investment in associate (continued)

The latest available financial information in respect of the Group's associates is summarised below:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Non-current assets	**161,135,995**	86,815,460
Current assets	**82,978,886**	121,609,572
Current liabilities	**(252,439,882)**	(210,986,521)
Total net deficit	**(8,325,001)**	(2,561,489)
Group's share of net assets	**(2,081,250)**	(640,372)
At the end of the period/year	**-**	-

The share of results of associates unrecognised during the period/year is as follows:

	30 September 2024 AED (unaudited)	31 December 2023 AED (audited)
Loss for the period/year	**(8,475,001)**	(2,711,489)
The unrecognised share of loss of an associate for the period/year*	**(2,118,750)**	(677,872)

*As at 30 September 2024, the Group has not contributed to its percentage of ownership in the share capital and the investment's carrying amount is AED nil (31 December 2023: AED nil). Accordingly, losses in excess of investment carrying amount are not recognised.

25 Seasonality of results

No income of a seasonal nature was recorded in the condensed consolidated statement of profit or loss for the nine-month period ended 30 September 2024 and 30 September 2023.

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Notes to the condensed consolidated interim financial information for the nine-month period ended 30 September 2024 (continued)

26 Merger of Bayanat AI PLC and Al Yah Satellite Communications Company PJSC

On 18 December 2023, the Board of Directors of Bayanat AI PLC approved the merger between the Company and AI Yah Satellite Communications Company PJSC (Yahsat) and recommended the merger to the Company's shareholders.

On 12 March 2024, the Board of Directors of Bayanat AI PLC approved the change of the Company's legal name from 'Bayanat AI PLC' to 'Space42 PLC' and the amended and restated Articles of Association of the Company, subject to obtaining relevant approvals for the merger.

On 21 March 2024, a shareholder circular was issued after which general assembly meetings of both the Company and Yahsat were convened on 25 April 2024 at which both sets of shareholders approved the merger.

The merger between the Company and Yahsat became effective on 1 October 2024, following the receipt of all relevant governmental and regulatory approvals. Accordingly, on 1 October 2024:

- Yahsat was dissolved and its shares were de-listed from Abu Dhabi Securities Exchange (ADX).
- All assets and obligations of Yahsat were transferred to the Company in consideration with newly issued shares of the Company, which were allocated to Yahsat shareholders as part of the merger at the ratio of 0.897821 new Company shares for every one share in Yahsat. As a result, the capital of the Company was increased to AED 476,190,555 comprising 4,761,905,551 ordinary shares of AED 0.10 each, and the Company issued 2,190,476,979 new ordinary shares to Yahsat shareholders.
- The legal name of the Company was changed from Bayanat AI PLC to Space42 PLC.
- The Company adopted new Articles of Association.
- The Company appointed a new Board of Directors.
- The Company changed its trading symbol to "SPACE42" and will continue trading on ADX under the new trading symbol.

At the date of issuance of the condensed consolidated interim financial information, the initial acquisition accounting of this transaction, including purchase price allocation and the assessment of the accounting acquirer, is not complete and is in progress.

27 Approval of condensed consolidated interim financial information

The condensed consolidated interim financial information was approved by management and authorised for issue by the Board of Directors on 6 November 2024.

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BAYANAT AI PLC

Supplemental information
for the nine-month period ended 30 September 2024 (unaudited)

The condensed consolidated statement of profit or loss and other comprehensive income is provided using a classification by function of expense. The following supplemental information is presented for purposes of additional analysis by nature of expenses and is not forming a part of the condensed consolidated interim financial information. Such information is prepared by management and was derived from and relates directly to the underlying accounting and other records used to prepare the condensed consolidated interim financial information.

The condensed consolidated interim financial information is presented in UAE Dirhams (AED), which is the functional and presentation currency of the Group. The supplemental information is presented in United States Dollars (USD) solely for convenience. AED amounts have been translated at the rate of AED 3.6725 to USD 1. For the purpose of this translation, numbers have been rounded where necessary.

Condensed consolidated statement of profit or loss and other comprehensive income

	Three-month period ended 30 September		Nine-month period ended 30 September	
	2024 USD (unaudited)	2023 USD (unaudited)	**2024 USD (unaudited)**	2023 USD (unaudited)
Revenue	**56,000,076**	76,176,250	**130,416,893**	139,226,843
Cost of revenue	**(28,753,554)**	(54,069,293)	**(75,408,964)**	(76,359,138)
Staff costs	**(9,938,081)**	(12,093,666)	**(26,206,247)**	(28,475,386)
Other operating expenses	**(3,479,643)**	(1,736,157)	**(13,032,002)**	(8,208,506)
Other income	**14,850**	92,615	**1,970,075**	224,331
Adjusted EBITDA	**13,843,648**	8,369,749	**17,739,755**	26,408,144
Depreciation and amortisation	**(888,908)**	(762,082)	**(2,639,224)**	(2,373,516)
Operating profit	**12,954,740**	7,607,667	**15,100,531**	24,034,628
Finance income	**1,627,882**	1,924,261	**5,654,438**	6,024,087
Finance costs	**(870,003)**	(333,013)	**(690,120)**	(715,991)
Profit before tax for the period	**14,345,725**	9,198,915	**20,064,849**	29,342,724
Income tax expenses	**(1,433,416)**	-	**(1,948,137)**	-
Profit for the period	**12,912,309**	9,198,915	**18,116,712**	29,342,724
Other comprehensive income for the period	**-**	-	**-**	-
Total comprehensive income for the period	**12,912,309**	9,198,915	**18,116,712**	29,342,724
Earnings per share	**0.02**	0.01	**0.03**	0.04

The supplemental information is not forming a part of the condensed consolidated interim financial information and is provided for the convenince of the users.