

## **ABU DHABI AVIATION PJSC**

**Review report and condensed consolidated  
interim financial information for the three-month  
period ended 31 March 2025 (unaudited)**

## **ABU DHABI AVIATION PJSC**

---

### **Review report and condensed consolidated interim financial information for the three-month period ended 31 March 2025 (unaudited)**

	<b>Pages</b>
<b>Review report on condensed consolidated interim financial information</b>	<b>1</b>
<b>Condensed consolidated interim statement of financial position</b>	<b>2 - 3</b>
<b>Condensed consolidated interim statement of profit or loss</b>	<b>4</b>
<b>Condensed consolidated interim statement of comprehensive income</b>	<b>5</b>
<b>Condensed consolidated interim statement of changes in equity</b>	<b>6</b>
<b>Condensed consolidated interim statement of cash flows</b>	<b>7 - 8</b>
<b>Notes to the condensed consolidated interim financial information</b>	<b>9 - 31</b>



## Review report on condensed consolidated interim financial information to the Board of Directors of Abu Dhabi Aviation PJSC

---

### Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Abu Dhabi Aviation PJSC (the "Company") and its subsidiaries (together the 'Group') as at 31 March 2025 and the related condensed consolidated interim statement of profit or loss and comprehensive income, changes in equity and cash flows for the three-month period then ended and other explanatory notes. 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". 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 is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

---

### Other matter

The comparative information for the condensed consolidated interim statements of profit or loss and comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2024 and related explanatory notes have not been reviewed.

PricewaterhouseCoopers Limited Partnership – Abu Dhabi

1 May 2025

Rami Sarhan  
Registered Auditor Number 1152  
Abu Dhabi, United Arab Emirates

# ABU DHABI AVIATION PJSC

## Condensed consolidated interim statement of financial position

		<i>As at</i>	
		<i>31 March 2025</i>	<i>31 December</i>
	<i>Note</i>	<i>AED'000</i>	<i>2024</i>
		<i>(Unaudited)</i>	<i>(Audited)</i>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Aircraft, property and equipment	5	1,789,886	1,735,422
Intangible assets		14,510	13,982
Investment properties	6	358,637	356,902
Financial assets at fair value through profit or loss	7	1,071,872	564,808
Right of use assets	14	722,581	730,495
Investment in a joint venture	8	114,472	109,222
Investment in an associate	8	783,890	762,934
Deferred tax assets		672	690
<b>Total non-current assets</b>		<b>4,856,520</b>	<b>4,274,455</b>
<b>Current assets</b>			
Inventories		1,142,521	1,095,273
Trade and other receivables	9	5,965,610	5,070,501
Advances, prepayments and other current assets	10	1,506,358	1,425,728
Other financial assets at amortised costs	11	1,372,245	460,018
Cash and cash equivalents	11	1,223,792	3,841,376
<b>Total current assets</b>		<b>11,210,526</b>	<b>11,892,896</b>
<b>TOTAL ASSETS</b>		<b>16,067,046</b>	<b>16,167,351</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12(a)	1,096,787	1,096,787
Share premium	13	3,489,349	3,489,349
Contributed capital		347,768	347,768
Reserves		398,478	396,590
Retained earnings		1,807,230	1,964,208
<b>Equity attributable to owners of the Company</b>		<b>7,139,612</b>	<b>7,294,702</b>
Non-controlling interests	12(b)	1,060,017	1,266,747
<b>Total equity</b>		<b>8,199,629</b>	<b>8,561,449</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Provision for employees' end of service benefits		488,543	472,454
Borrowings	15	208,658	212,015
Lease liabilities	14	774,119	799,040
Deferred tax liabilities		2,876	3,490
Deferred government grants		40,757	42,162
<b>Total non-current liabilities</b>		<b>1,514,953</b>	<b>1,529,161</b>

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

# ABU DHABI AVIATION PJSC

## Condensed consolidated interim statement of financial position (continued)

	<i>Note</i>	<i>As at</i>	
		<i>31 March 2025</i>	<i>31 December 2024</i>
		<i>AED'000 (Unaudited)</i>	<i>AED'000 (Audited)</i>
<b>Current liabilities</b>			
Trade and other payables	16	5,391,962	5,076,208
Provisions		70,400	80,130
Borrowings	15	733,980	808,070
Lease liabilities	14	64,026	39,364
Deferred government grants		5,622	5,622
Income tax provision		86,474	67,347
<b>Total current liabilities</b>		<b>6,352,464</b>	<b>6,076,741</b>
<b>Total liabilities</b>		<b>7,867,417</b>	<b>7,605,902</b>
<b>Total equity and liabilities</b>		<b>16,067,046</b>	<b>16,167,351</b>

To the best of our knowledge, and in accordance with the IFRS Accounting Standards for interim financial reporting, the condensed consolidated interim financial information present fairly in all material respects, the condensed consolidated financial position, financial performance and cash flows of the Group.



Nader Ahmed Mohammed Al Hammadi  
Chairman



Sheikh Ahmed Mohammed Sultan Al Dhaheri  
Vice-Chairman



Mohamed Saeed Salem Kaddas Alremeithi  
Chief Executive Officer



Ashraf Fahmy  
Group Chief Financial Officer

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

## ABU DHABI AVIATION PJSC

### Condensed consolidated interim statement of profit or loss

	<i>Note</i>	<i>Three-month period ended 31 March</i>	
		<i>2025 AED'000 (Unaudited)</i>	<i>2024 AED'000 (Unaudited)</i>
Revenue from contracts with customers		1,979,995	1,582,665
Direct operating costs		(1,649,763)	(1,500,882)
<b>Gross profit</b>		<b>330,232</b>	<b>81,783</b>
General and administrative expenses		(163,546)	(81,767)
Provision for impairment on trade and other receivables		(1,830)	(1,832)
Net change in the fair value of financial assets through profit or loss	7	6,132	-
Other income		11,782	28,512
Amortisation of deferred income		1,405	-
Share of net profit of a joint venture	8	5,250	-
Share of net profit of an associate	8	20,956	-
Finance income		39,952	13,498
Finance costs		(16,476)	(7,686)
<b>Profit before income tax</b>		<b>233,857</b>	<b>32,508</b>
Income tax expense	24	(18,529)	(5,696)
<b>Profit for the period</b>		<b>215,328</b>	<b>26,812</b>
Profit for the period attributable to:			
Owners of the Company		172,058	26,812
Non-controlling interests		43,270	-
		<b>215,328</b>	<b>26,812</b>
Basic and diluted earnings per share (AED)	17	<b>0.157</b>	<b>0.041</b>

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

## ABU DHABI AVIATION PJSC

### Condensed consolidated interim statement of comprehensive income

	<i>Three-month period ended</i>	
	<i>31 March</i>	
	<i>2025</i>	<i>2024</i>
<i>Note</i>	<i>AED'000</i>	<i>AED'000</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
<b>Profit for the period</b>	<b>215,328</b>	26,812
<b>Other comprehensive income:</b>		
<i>Items that may be reclassified to profit or loss</i>		
Exchange differences on translation	1,888	-
Other comprehensive income for the period	1,888	-
<b>Total comprehensive income for the period</b>	<b>217,216</b>	26,812
<b>Total comprehensive income for the period is attributable to:</b>		
Owners of the Company	173,946	26,812
Non-controlling interests	43,270	-
	<b>217,216</b>	26,812

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

## ABU DHABI AVIATION PJSC

### Condensed consolidated interim statement of changes in equity

	<i>Share capital AED'000</i>	<i>Share premium AED'000</i>	<i>Contributed capital AED'000</i>	<i>Reserves AED'000</i>	<i>Retained earnings AED'000</i>	<i>Equity attributable to the owner of the Company AED'000</i>	<i>Non- controlling interests AED'000</i>	<i>Total Equity AED'000</i>
At 1 January 2024 (Unaudited)	1,735,050	-	347,768	311,891	2,023,922	4,418,631	-	4,418,631
Profit for the period	-	-	-	-	26,812	26,812	-	26,812
Total comprehensive income for the period	-	-	-	-	26,812	26,812	-	26,812
At 31 March 2024 (unaudited)	1,735,050	-	347,768	311,891	2,050,734	4,445,443	-	4,445,443
At 1 January 2025 (Audited)	1,096,787	3,489,349	347,768	396,590	1,964,208	7,294,702	1,266,747	8,561,449
Profit for the period	-	-	-	-	172,058	172,058	43,270	215,328
Other comprehensive income for the period	-	-	-	1,888	-	1,888	-	1,888
Total comprehensive income for the period	-	-	-	1,888	172,058	173,946	43,270	217,216
<i>Transaction with owners in their capacity as owners:</i>								
Dividends provided or paid (Note 25)	-	-	-	-	(329,036)	(329,036)	(250,000)	(579,036)
<b>At 31 March 2025 (unaudited)</b>	<b>1,096,787</b>	<b>3,489,349</b>	<b>347,768</b>	<b>398,478</b>	<b>1,807,230</b>	<b>7,139,612</b>	<b>1,060,017</b>	<b>8,199,629</b>

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.



# ABU DHABI AVIATION PJSC

## Condensed consolidated interim statement of cash flows

	<i>Note</i>	<i>Three-month period ended 31 March</i>	
		<i>2025</i> <i>AED'000</i> <i>(Unaudited)</i>	<i>2024</i> <i>AED'000</i> <i>(Unaudited)</i>
<b>Cash flows from operating activities</b>			
Profit before income tax		233,857	32,508
<i>Adjustments for:</i>			
Depreciation of aircraft, property and equipment	5	20,587	10,856
Depreciation of right-of-use assets	14	7,914	6,311
Amortisation of intangible assets		736	482
Provision for slow moving and obsolete inventories		3,202	2,163
Provision for employees' end of service benefits		26,855	12,001
Foreign exchange loss		-	30
Provision of expected credit losses on trade and other receivables	9	1,830	1,832
Gain on disposal of aircraft, property and equipment	5	(4,995)	(18)
Net change in the fair value of financial assets through profit or loss	7	(6,132)	-
Share of profit from a joint venture	8	(5,250)	-
Share of profit from an associate	8	(20,956)	-
Gain on termination of lease		-	(58,222)
Finance costs		7,724	256
Interest on lease liabilities	14	8,752	7,362
Finance income		(39,952)	(13,498)
Dividend income		(4,580)	-
<b>Operating cash flows before payment of employees end of service benefits and changes in working capital</b>		<b>229,592</b>	<b>2,063</b>
Payment of employees' end of service benefits		(10,766)	(8,948)
<b>Changes in working capital:</b>			
Inventories		(50,450)	(32,904)
Trade and other receivables	9	(896,935)	(956,020)
Advances, prepayments and other current assets	10	(80,630)	(39,787)
Trade and other payables	16	(13,282)	334,335
Provisions		(9,730)	(55,388)
Deferred government grants		(1,405)	-
Net movement in restricted cash	11(a)	-	(52,699)
<b>Net cash used in operating activities</b>		<b>(833,606)</b>	<b>(809,348)</b>
<b>Cash flows from investing activities</b>			
Purchase of aircraft, property and equipment	5	(92,611)	(81,104)
Purchase of investment property	6	(1,735)	-
Purchase of intangible assets		(1,264)	(1,218)
Purchase of investments in financial assets at fair value through profit or loss	7	(497,979)	-
Purchase of other financial assets at amortised cost	11(b)	(2,900,000)	(300,000)
Proceeds from other financial assets at amortised cost	11(b)	1,987,773	300,000
Proceeds from disposal of aircraft, property and equipment		22,555	281
Finance income received		39,952	13,498
Dividend income received		4,580	-
<b>Net cash used in investing activities</b>		<b>(1,438,729)</b>	<b>(68,543)</b>

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

# ABU DHABI AVIATION PJSC

## Condensed consolidated interim statement of cash flows (continued)

		<i>Three-month period ended 31 March</i>	
		<i>2025</i>	<i>2024</i>
	<i>Note</i>	<i>AED'000</i>	<i>AED'000</i>
		<i>(Unaudited)</i>	<i>(Unaudited)</i>
<b>Cash flows from financing activities</b>			
Proceeds from borrowings	15	90,000	-
Repayment of borrowings	15	(93,357)	-
Finance costs paid on borrowings	15	(5,498)	-
Dividends paid to NCI	12(b)	(250,000)	-
Interest paid on lease liabilities	14	(8,752)	(7,362)
Principal elements of lease liabilities	14	(259)	(57,805)
<b>Net cash used in financing activities</b>		<b>(267,866)</b>	<b>(65,167)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(2,540,201)</b>	<b>(943,058)</b>
Cash and cash equivalents at the beginning of the period	11(a)	3,754,952	2,013,729
<b>Cash and cash equivalents at the end of the period</b>	<b>11(a)</b>	<b>1,214,751</b>	<b>1,070,671</b>

The notes on pages 9 to 31 are an integral part of this condensed consolidated interim financial information.

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025**

**1 General information**

Abu Dhabi Aviation PJSC (the “Company”) is a national shareholding company incorporated in Abu Dhabi, United Arab Emirates by the Decrees and Laws No. 3, No. 10, No. 8, No. 9 and No. 11 of the years 1982, 1985, 1999, 2003 and 2004, respectively. The Company’s shares are listed on the Abu Dhabi Securities Exchange (ADX). The Company has its registered office at P.O. Box 2723, Abu Dhabi, United Arab Emirates.

The Company and its subsidiaries (together referred to as the “Group”) is engaged in the provision of repair, maintenance and overhaul services in respect of fixed wings, rotary wings and military aircraft, supply of professional and technical assistance services, own and operate helicopters and fixed wing aircraft, undertake charter, commercial, air cargo and the sale of aircraft, spare parts and accessories both within and outside the United Arab Emirates.

The Company is owned by Abu Dhabi Developmental Holding Company PJSC (the “Ultimate Parent”) and then ultimately by the Government of Abu Dhabi (the “Ultimate Beneficial Owner”).

During the year 2022, the Group had received an offer from ADQ Aviation and Aerospace Services LLC (“ADQ Aviation”), a wholly owned subsidiary of Abu Dhabi Developmental Holding Company PJSC (“ADQ”) to combine its shareholdings in Advanced Military Maintenance Repair and Overhaul Centre LLC (“AMMROC”), Etihad Airways Engineering LLC (“EYE”) and Global Aerospace Logistics LLC (“GAL”) (together referred to as the “Perimeter assets”) with the Group. The Company’s Ultimate Beneficial Owner is the Government of Abu Dhabi.

On 22 March 2023, the shareholders of the Company approved the proposed ‘transaction’ in accordance with the terms of the share purchase agreement entered into between Abu Dhabi Aviation (“ADA”) and ADQ Aviation, whereby ADQ Aviation contributed the Perimeter Assets to ADA. The following are the Perimeter Assets forming part of the transaction, which became effective on 1 May 2024;

- a) a 100% stake in Advanced Military Maintenance Repair and Overhaul Centre LLC (“AMMROC”)
- b) a 100% stake in Etihad Airways Engineering LLC (“EYE”)
- c) a 50% stake in Global Aerospace Logistics LLC (“GAL”)

The consideration for transferring of the Perimeter Assets was satisfied by the issuance of convertible instruments (the “Convertible Instruments”) from ADA to ADQ Aviation. At transaction closing, the Convertible Instruments were converted into 652,000,000 ordinary shares of par value AED 1 each in the capital of ADA. Following the completion of the transaction on 1 May 2024, ADQ Aviation's ownership represents 59.45% of the entire issued share capital of ADA.

The transaction is expected to create a globally competitive aviation business headquartered in Abu Dhabi to position the Emirate as a world-leading hub for aviation MRO services, logistics, supply chain and advanced engineering capabilities, with an extensive portfolio of aircrafts, MRO centres and hangars.

**Reverse acquisition**

Under the terms of the transaction ADA (the “legal acquirer”) issued 652,000,000 new shares, representing 59% of the shares of the merged group to ADQ shareholders in exchange for the stake in ADQ Aviation’s (legal acquiree) equity of the Perimeter assets, which resulted in ADQ Aviation becoming the majority shareholders of the new group with 59.40% of ADA’s shares in issue.

IFRS 3 requires one of the combining entities to be identified as the accounting acquirer and in some cases, the accounting acquirer may not be the same as the legal acquirer. Subsequent to the transaction, as noted above, ADQ Aviation’s shareholders held the majority of shares of the combined entity, thereby gaining control over the combined entity. In this Transaction, the Perimeter Assets comprising of AMMROC, EYE and GAL, together representing the “ADQ Aviation Group” (the legal acquiree) was determined as the accounting acquirer while ADA (legal acquirer) was determined to be the accounting acquiree resulting in a reverse acquisition.

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**1 General information (continued)**

**Reverse acquisition (continued)**

The overall transaction is deemed to have substance, given different businesses are coming together and the external minority shareholders of ADA will get diluted. IFRS 3 provides guidance on the considerations that are relevant for identifying the acquirer, where the acquirer is the entity that obtains control of the acquiree.

The principles of reverse acquisition were used to reflect the acquisition of the Company by ADQ Aviation Group, effective 1 May 2024. As a result, the information presented in the condensed consolidated interim financial information except for the condensed consolidated interim statement of financial position and related explanatory notes in the comparative period and the period prior to the acquisition are those of the accounting acquirer, ADQ Aviation Group and not ADA, the legal acquirer. Furthermore, the number of shares as required under IFRS 3 is that of ADA (as legal acquirer) and not ADQ Aviation Group and therefore the share capital in the condensed consolidated statement of changes in equity is that of ADA.

This resulted in an adjustment of AED 638,263 thousand within share capital and also an adjustment to earnings per share for the previous period.

**A. Consideration transferred**

The fair value of the equity instruments issued at the date of the acquisition is used to determine the consideration for the business combination. The quoted market price of ADA's shares provides a more reliable basis for measuring the consideration effectively transferred than the estimated fair value of the shares in ADQ Group, and the consideration is measured using the market price of ADA's shares as on 1 May 2024.

The following tables summarize the acquisition date fair value of consideration transferred.

<b>Fair Valuation</b>	<b>% Ownership</b>	<b>AED'000</b>
Fair valuation of accounting acquirer	59.45%	4,179,320
Fair valuation of accounting acquiree	40.55%	2,851,086
<b>Combined fair value</b>	<b>100%</b>	<b>7,030,406</b>

<b>Capital structure post acquisitions</b>	<b>% Ownership</b>	<b>No. of Shares</b>
Number of shares held by accounting acquiree (ADA)	40.55%	444,787,200
Number of shares issued to accounting acquirer (ADQ Group)	59.45%	652,000,000
	<b>100%</b>	<b>1,096,787,200</b>

	<b>AED'000</b>
<b>Consideration transferred for reverse acquisition</b> (444,787,200 ADA shares at AED 6.41 per share)	<b>2,851,086</b>

**B. Acquisition-related costs**

The Group incurred acquisition-related costs of AED 7,877 thousand on legal fees, valuation and due diligence costs.

**C. Non-controlling interest**

The non-controlling interest at the acquisition date represents the minority interest in Global Aerospace Logistics LLC (GAL) and has been recognised at the proportionate share of the acquired net identifiable assets of GAL at the acquisition date attributable to owners of non-controlling interest (Note 12(b)).

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**
**1 General information (continued)**
**D. Consideration and purchase price allocation**

The consideration paid by the Group was based on results of an external appraisal of ADA's business taken as a whole. However, in accordance with IFRS 3 "Business Combinations", the Group must account for acquisitions based on fair values of the identifiable assets acquired, and liabilities and contingent liabilities assumed as set out in the following table:

**Fair values as at 1 May 2024:**

	<b>AED'000</b>
<b>Assets</b>	
Aircraft, property and equipment	947,292
Investment properties	342,701
Intangible assets	-
Investments in financial assets	447,230
Right of use assets	91,043
Investment in a joint venture	93,839
Investment in an associate	709,418
Inventories	612,891
Trade and other receivables	713,304
Advances, prepayments and other current assets	78,435
Cash and bank balances	477,073
<b>Total assets acquired</b>	<b>4,513,226</b>
<b>Liabilities</b>	
Provision for employees' end of service benefits	136,339
Borrowings	451,818
Lease liabilities	125,103
Deferred government grants	51,532
Trade and other payables	238,589
Provisions	53,229
Income tax provision	8,689
<b>Total liabilities acquired</b>	<b>1,065,299</b>
<b>Fair value of identifiable net assets acquired</b>	<b>3,447,927</b>
<b>Net consideration transferred for the reverse acquisition</b>	<b>2,851,086</b>
<b>Gain on bargain purchase</b>	<b>596,841</b>

The fair values of assets and liabilities acquired are based on a combination of cost approach and income approach. The valuation of identifiable assets was performed by an independent professional appraiser. Based on the appraisal report, the aircraft, property and equipment were included in the purchase price allocation.

**E. Revenue and profit contributed by the accounting acquirees**

The acquired business recognised a revenue of AED 407,825 thousand and net profit of AED 223,192 thousand for the period from 1 January 2024 to 31 March 2024. If the acquisition had occurred on 1 January 2024, consolidated pro forma revenue and net income for the period ended 31 March 2024 would have been AED 1,960,793 thousand and AED 250,004 thousand respectively for the comparative period.

**F. Cash and cash equivalents contributed by the accounting acquirees**

On 1 May 2024 the acquired business contributed net cash and cash equivalents of AED 477,074 thousand.

**G. Accounts receivables and other receivables contributed by the accounting acquirees**

On 1 May 2024 the acquired business includes trade and other receivables with a fair value of AED 713,304 thousand.

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**2 Application of new and revised IFRS Accounting Standards**

**2.1 New and amended IFRS Accounting Standards applied with no material effect on the interim condensed consolidated 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 Group's annual consolidated financial statements for the year ended 31 December 2024, and the notes attached thereto, except for the adoption of certain new and revised IFRS Accounting Standards, that became effective in the current period as set out below.

***Amendments to IAS 21 - Lack of Exchangeability (effective 1 January 2025)*** - An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

Other than the above, there are no other material IFRS Accounting Standards and amendments that were effective for the first time for the financial period beginning on or after 1 January 2025. The application of these amendments to IFRS Accounting Standards has not had any material impact on the amounts reported for the current period but may affect the accounting for the Group's future transactions or arrangements.

**2.2 New and revised IFRS Accounting Standards in issue but not yet effective and not early adopted**

The Group has not early adopted new and revised IFRS Accounting Standards that have been issued but are not yet effective.

**Amendment to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments (effective 1 January 2026)**

These amendments:

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;
- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;
- add new disclosures for certain instruments with contractual terms that can change cash flows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and
- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

**Annual improvements to IFRS – Volume 11 (effective 1 January 2026)** Annual improvements are limited to changes that either clarify the wording in an Accounting Standard or correct relatively minor unintended consequences, oversights or conflicts between the requirements in the Accounting Standards. The 2024 are to the following standards:

- IFRS 1 First-time Adoption of International Financial Reporting Standards;
- IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
- IFRS 9 Financial Instruments;
- IFRS 10 Consolidated Financial Statements; and
- IAS 7 Statement of Cash Flow

**IFRS 18 Presentation and Disclosure in Financial Statements (effective 1 January 2027)** This is the new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss. The key new concepts introduced in IFRS 18 relate to: the structure of the statement of profit or loss; required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**2 Application of new and revised IFRS Accounting Standards (continued)**

**2.2 New and revised IFRS Accounting Standards in issue but not yet effective and not early adopted  
(continued)**

**IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective 1 January 2027)** This new standard works alongside other IFRS Accounting Standards. An eligible subsidiary applies the requirements in other IFRS Accounting Standards except for the disclosure requirements and instead applies the reduced disclosure requirements in IFRS 19. IFRS 19's reduced disclosure requirements balance the information needs of the users of eligible subsidiaries' financial statements with cost savings for preparers. IFRS 19 is a voluntary standard for eligible subsidiaries. A subsidiary is eligible if: - it does not have public accountability; and - it has an ultimate or intermediate parent that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.

The Group is currently assessing the impact of these standards and amendment on the future interim condensed consolidated financial information of the Group, and intends to adopt it, if applicable, when it becomes effective.

**3 Material accounting policies**

**Statement of compliance**

These condensed consolidated interim financial information for the three-month period ended 31 March 2025 have been prepared in accordance with IAS 34 Interim Financial Reporting. The condensed consolidated interim financial information complies with IFRS as issued by the International Accounting Standards Board (IASB).

**Basis of preparation**

This condensed consolidated interim financial information is presented in United Arab Emirates Dirhams ("AED"), which is the Group's functional and presentational currency. All values are rounded to the nearest AED thousands, unless otherwise stated.

This condensed consolidated interim financial information has been prepared on a historical cost basis, except for the following:

- certain financial assets and liabilities and investment property – measured at fair value or revalued amount.
- defined benefit pension plans – measured at present value.

The condensed consolidated interim financial information does not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024. The results for the three-month period ended 31 March 2025 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2025.



**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**3 Material accounting policies (continued)**

**Basis of consolidation**

The condensed consolidated interim financial information incorporates the financial position and performance of the Group and its legal subsidiaries as disclosed below:

<i>Name</i>	<i>Percentage holding 31 March 2025</i>	<i>31 December 2024</i>	<i>Country of incorp- oration</i>	<i>Principal Activities</i>
Maximus Air – Sole Proprietorship L.L.C.	<b>100%</b>	100%	UAE	Air cargo
Herbal Hill Gardens Limited	<b>100%</b>	100%	Gibraltar	Investment properties ownership
Maximus Airlines L.L.C	<b>100%</b>	100%	Ukraine	Air cargo services
ADA International Real Estate Owned by Abu Dhabi Aviation – Sole Proprietorship Co. L.L.C.	<b>100%</b>	100%	UAE	Real estate lease and management services
Abu Dhabi Aviation Training Centre L.L.C.*	<b>100%</b>	100%	UAE	Aviation training
ADA Millennium Consulting – Owned by Abu Dhabi Aviation Sole Proprietorship L.L.C.	<b>100%</b>	100%	UAE	Advisory and implementation consultancy services to aviation, manufacturing, hospitality, oil and gas and private equity sectors
Global Aerospace Logistics LLC	<b>50%</b>	50%	UAE	Professional and technical assistance services, maintenance of aircrafts and engines, the sale of aircraft, spare parts and accessories thereof.
Etihad Airways Engineering L.L.C	<b>100%</b>	100%	UAE	Maintenance, Repair and Overhaul to airlines and aviation operators
Advanced Military Maintenance, Repair and Overhaul Centre LLC	<b>100%</b>	100%	UAE	Repair, maintenance and overhaul services in respect of fixed and rotary wings, military aircraft and sale of spare parts related to military aircraft.

\*The Group has entered into a cooperation and services arrangement with CAE Inc. where the contributions and profit sharing is based on 50-50% basis between the parties. The parties have direct rights to the assets and are jointly and severally liable for the liabilities incurred by the arrangement. This arrangement is therefore classified as a joint operation, and the group recognises its direct right to the jointly held assets (AED 10.50 million), liabilities (AED 10.35 million), revenues (AED 3.63 million) and expenses (AED 3.38 million).

**4 Critical accounting judgment and key sources of estimation uncertainty**

In applying the Group's accounting policies, which are described in Note 3, the Directors are required to make judgements (other than those involving estimations) that have a significant impact on the amounts recognised and to make estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The critical judgements and estimates used in the preparation of these condensed consolidated interim financial information are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2024.



**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**5 Aircraft, property and equipment**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Aircraft, property and equipment at net carrying value	<u>1,789,886</u>	<u>1,735,422</u>
Movement of the aircraft, property and equipment is as follows:		
At 1 January	1,735,422	607,951
Acquisition through business combination (Note1)	-	947,292
Additions during the period/year	92,611	255,802
Disposals during the period/year	(17,560)	(4,586)
Impairment during the period/year*	-	(3,720)
Depreciation charge for the period/year	<u>(20,587)</u>	<u>(67,317)</u>
At 31 March / December	<u>1,789,886</u>	<u>1,735,422</u>

Aircraft, property and equipment is primarily operated from the Group's base in the United Arab Emirates. During the period, depreciation charge relating to aircraft, property and equipment amounted to AED 20,587 thousand (31 March 2024: AED 10,817 thousand).

Included in the carrying value of Aircraft, property and equipment is AED 303 million (31 December 2024: AED 234 million) related to assets under construction. Additions during the period amounted to AED 69 million (31 December 2024: 106 million). There were transfers during the period amount to AED 1 million (31 December 2024: AED 3 million).

Aircraft with a carrying amount of AED 383 million (2024: AED 386 million) are mortgaged to the lending banks (Note 15).

\*Impairment charge relates to the MRO facility of a subsidiary of Group under construction in relation to an impairment provision due to the occurrence of certain events and loss of key customer contracts. The amount recognised as charge for the period reflects additional cost capitalised to the construction work in progress of the facility which has been adjusted against the provision previously recognized.

**6 Investment properties**

Investment properties represent investment in properties located in Khalifa City, Abu Dhabi, Al Rawdhath, Abu Dhabi, Al Satwa, Dubai and Al Muneera, Abu Dhabi.

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	356,902	3,642
Acquisition through business combination (Note1)	-	342,701
Additions during the period/year	1,735	7,207
Change in fair value during the period/year	<u>-</u>	<u>3,352</u>
	<u>358,637</u>	<u>356,902</u>

The fair value of the investment properties was arrived at on the basis of a valuation carried out at the acquisition date based on external valuations performed by the valuer. Management believes that there is no significant change in fair value of investment properties as at 31 March 2025. Investment properties are stated at fair value, which has been determined based on valuations performed by an accredited independent valuer with a recognised professional qualification and a recent experience in the location and category of investment properties being valued. The valuations were prepared in accordance with the Royal Institution of Chartered Surveyors (RICS) Valuation – Global Standards. The fair value was derived using the market comparable approach based on recent market prices and income capitalisation approach without any significant adjustments being made to the market observable data.

As at 31 March 2025, all of the Group's investment properties were grouped in Level 3 of fair value hierarchy (31 December 2024: Level 3). There was no impairment loss on the fair value of investment properties recognised during the period (31 March 2024: AED nil). Cash flow projections of property rent, and operating expenses have been estimated based on rentals yields achieved by the Group of 8% (31 December 2024: 8%).

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**7 Financial assets at fair value through profit or loss**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Equity securities - designated at FVTPL	299,388	305,288
Corporate debt securities - designated at FVTPL	772,484	259,520
	<u>1,071,872</u>	<u>564,808</u>

The movement in investment in financial assets at fair value through profit or loss are as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	564,808	-
Acquisition through business combination (Note1)	-	447,230
Purchase during the period/year	497,979	101,779
Disposal during the period/year	-	(27,791)
Change in fair value during the period/year	6,132	43,492
Net foreign currency translation difference	2,953	98
	<u>1,071,872</u>	<u>564,808</u>

The Group's investments in equity and corporate debt securities are as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Investment in equities – UAE	284,992	256,411
Investment in developed market equities – US	12,470	12,632
Investment in emerging market equities – Asia	1,567	1,519
Investment in equities – US	360	302
Investment in fixed income SP – UAE	-	34,423
Investment in developed government bonds	5,798	5,178
Investment in high yield and emerging market bonds	17,718	17,200
Investment in corporate bonds – US	5,059	4,667
Investment in short term maturity bonds	5,692	6,586
Investment in corporate bonds – UK	37,944	36,369
Investment in corporate bonds – European (EX–UK)	4,491	4,244
Investment in bonds - UAE	691,735	181,483
Investment in multi class assets	2,763	2,642
Investment in alternate commodities	706	590
Investment in alternative trading strategies	577	562
	<u>1,071,872</u>	<u>564,808</u>

**8 Investments in a joint venture and an associate**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Investment in AgustaWestland Aviation Services LLC (Joint venture)	114,472	109,222
Investment in Royal Jet LLC (Associate)	783,890	762,934
	<u>898,362</u>	<u>872,156</u>

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**8 Investments in a joint venture and an associate (continued)**

Investment in a joint venture

The Group has a 70% equity shareholding with equal voting power in Agusta Westland Aviation Services L.L.C. (AWAS), a joint venture established in the Emirate of Abu Dhabi, UAE as a limited liability company. AWAS is engaged to undertake repairs, overhaul, customisation, modification and upgrading of helicopters, and sale of helicopter spare parts and accessories. The Group's share of the results, assets and liabilities as at 31 March 2025 have been accounted for using the equity method.

**Investment in AgustaWestland Aviation Services LLC**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	109,222	-
Acquisition through business combination (Note 1)	-	93,839
Share of profit for the period/year	5,250	15,383
	<u>114,472</u>	<u>109,222</u>

The joint venture's summarised financial information is as follows:

Statement of financial position		
Non-current assets	2,736	2,982
Cash and cash equivalents	15,540	25,529
Other current assets (excluding cash)	246,080	231,789
Financial liabilities (excluding trade payables)	(71,525)	(75,949)
Other current liabilities (including trade payables)	(25,793)	(24,590)
Other non-current liabilities	(3,507)	(3,729)
Net assets	<u>163,531</u>	<u>156,032</u>

The joint venture's summarised financial performance is as follows:

	<i>For the period ended 31 March 2025 (Unaudited) AED'000</i>	<i>For the period ended 31 March 2024 (Unaudited) AED'000</i>
<b>Statement of profit or loss:</b>		
Income	71,376	-
Expenses	(59,913)	-
Depreciation	(182)	-
Other expenses	(3,073)	-
Income tax for the period	(709)	-
	<u>7,499</u>	<u>-</u>

The reconciliation of the summarised financial information presented to the carrying amount of the Group's interest in the joint venture is as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Opening net assets	156,032	134,056
Profit for the period/year	7,499	21,976
Closing balance	<u>163,531</u>	<u>156,032</u>
Share of interest in joint venture at 70%	<u>114,472</u>	<u>109,222</u>
Carrying Value	<u>114,472</u>	<u>109,222</u>

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**8 Investments in a joint venture and an associate (continued)**

Investment in an associate

Set out below is the investment in an associate of the group as at 31 March 2025 which, in the opinion of the directors, is material to the Group. The entity below has 50% of share capital consisting solely of ordinary shares, which are held directly by the Group:

**Investment in Royal Jet LLC**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	762,934	-
Net assets related to the acquisition through business combination (Note 1)	-	709,418
Share of associates profit for the period/year	20,956	53,516
	<u>783,890</u>	<u>762,934</u>

The associate's summarised financial information is as follows:

**Statement of financial position**

Non-current assets	1,185,569	959,998
Cash and cash equivalents	10,753	73,511
Other current assets (excluding cash)	423,073	620,056
Financial liabilities (excluding trade payables)	(61,829)	(69,824)
Other current liabilities (including trade payables)	(174,205)	(240,879)
Other non-current liabilities	(82,425)	(83,890)
<b>Net assets</b>	<u>1,300,936</u>	<u>1,258,972</u>

The associate's summarised financial performance is as follows:

	<i>For the period ended 31 March 2025 (Unaudited) AED'000</i>	<i>For the period ended 31 March 2024 (Unaudited) AED'000</i>
Statement of profit or loss		
Income	211,321	-
Expenses	(155,436)	-
Other expenses	(8,860)	-
Finance costs, net	(960)	-
Income tax for the period	(4,153)	-
	<u>41,912</u>	<u>-</u>

The reconciliation of the summarised financial information presented to the carrying amount of the Group's interest in the associate is as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Opening net assets	1,258,972	-
Net assets retained in associate	-	1,151,940
Profit for the period/year	41,912	107,032
Closing balance	<u>1,300,884</u>	<u>1,258,972</u>
Share of interest in associate at 50%	650,442	629,486
Fair value of interest retained in associate	133,448	133,448
Carrying value	<u>783,890</u>	<u>762,934</u>

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**9 Trade and other receivables**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Trade receivables	293,889	396,815
Unbilled receivables	88,111	47,291
VAT receivables, net	1,994	-
Other receivables, net of impairment	74,133	69,648
	<u>458,127</u>	<u>513,754</u>
Provision for impairment on trade and other receivables	<u>(34,412)</u>	<u>(32,798)</u>
	423,715	480,956
Due from related parties, net (Note 9(a))	<u>5,541,895</u>	<u>4,589,545</u>
	<u>5,965,610</u>	<u>5,070,501</u>
<i>9(a) Due from related parties</i>		
Billed related party receivables	2,062,339	1,809,409
Provision for impairment of billed related party receivables	<u>(227,867)</u>	<u>(234,294)</u>
	1,834,472	1,575,115
Unbilled related party receivables	3,787,471	3,087,265
Provision for impairment of unbilled related party receivables	<u>(80,048)</u>	<u>(72,835)</u>
	<u>3,707,423</u>	<u>3,014,430</u>
	<u>5,541,895</u>	<u>4,589,545</u>

Unbilled receivables include receivables earned from unsigned contracts of AED 324 million for which revenue of AED 150 million was earned during the period (31 March 2024: AED 1,095 million). These are deemed recoverable based on customer acceptance on ongoing performance obligation.

The average credit period of trade receivables is 60 - 90 days (31 December 2024: 60 - 90 days). No interest is charged on trade and other receivables. The Group has adopted a policy of dealing with only creditworthy counterparties. Adequate credit assessment is made before accepting a new customer.

**10 Advances, prepayments and other current assets**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Prepayments	138,130	68,991
Deposits and advances*	1,143,237	1,164,776
Other current assets**	224,991	191,961
	<u>1,506,358</u>	<u>1,425,728</u>

\* Deposits and advances include advance payments made to suppliers before the related service or work is performed. These advance payments are released against approved progress billings for work performed by these suppliers.

\*\*Other current assets disclosed above include restricted cash of AED 98,649 thousand related to outstanding litigations (Note 18) and cash collateral for performance and advance payment guarantee against customer contracts (2024: AED 98,649 thousand).

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**11 (a) Cash and cash equivalents**

	<b>31 March 2025 (Unaudited) AED'000</b>	<b>31 December 2024 (Audited) AED'000</b>
Cash on hand	3,861	4,477
Cash in bank	854,955	3,097,129
Term deposits (with less than three-months to maturity)	364,976	739,770
	<b>1,223,792</b>	<b>3,841,376</b>

For the purposes of the condensed consolidated interim statement of cash flows, cash and cash equivalents comprise the following:

	<b>31 March 2025 (Unaudited) AED'000</b>	<b>31 December 2024 (Audited) AED'000</b>
Cash and cash equivalents	1,223,792	3,841,376
Less: bank overdrafts (Note 15)	(9,041)	(86,424)
Cash and cash equivalents in the condensed consolidated interim statement of cash flows	<b>1,214,751</b>	<b>3,754,952</b>

Balances with banks include an amount of AED 3.79 million (31 December 2024: AED 3.53 million) held in foreign banks abroad and the remaining balance is held within the UAE. Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. 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 has assessed that there is no impairment and hence have not recorded any loss allowances on these balances.

The interest rates on term deposits range between 0.09% and 5.5% (2024: 0.09% and 5.8%) per annum.

**11 (b) Other financial assets at amortised cost**

	<b>31 March 2025 (Unaudited) AED'000</b>	<b>31 December 2024 (Audited) AED'000</b>
Term deposits (with more than three months to maturity)	412,992	429,989
Structured deposits	959,253	30,029
	<b>1,372,245</b>	<b>460,018</b>

These investments are not highly liquid and are exposed to significant risk of changes due to early termination costs imposed by the banks and held for the investment purposes and not merely for cash management at an average interest rate of 5.3% p.a during the three-month period 31 March 2025.

**12 (a) Share capital**

	<b>31 March 2025 (Unaudited) AED'000</b>	<b>31 December 2024 (Audited) AED'000</b>
Authorised, issued and fully paid	<b>1,096,787</b>	<b>1,096,787</b>

Subsequent to the reverse acquisition, where ADA issued 652,000,000 ordinary shares to the existing shareholders of ADQ Aviation, the newly issued shares added to the existing share capital of ADA (i.e. 1,096,787,200 shares) constitutes the share capital of the legal entity / acquirer after the acquisition, i.e. the Combined Entity.

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**12 (a) Share capital (continued)**

The table below represents the effect of the transaction on the share capital of the Group as of the date of the transaction:

	<i>Shares</i>	<i>%</i>
No. of shares held by accounting acquiree (ADA)	444,787,200	40.55
No. of shares issued to accounting acquirer (ADQ Group)	652,000,000	59.45
	<b>1,096,787,200</b>	<b>100.00</b>

**12 (b) Non-controlling interest**

The movement for the non-controlling interest ('NCI') are detailed below:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Net assets of GAL as at beginning of the period / acquisition date	2,533,495	2,210,050
% of NCI	50%	50%
NCI as at beginning of the period / acquisition date	1,266,747	1,105,025
Profit for the period / year attributable to NCI	43,270	161,722
Dividends paid to NCI	(250,000)	-
NCI as at 31 March / December	<b>1,060,017</b>	<b>1,266,747</b>

**13 Share premium**

The equity structure in this condensed consolidated interim financial information reflects the capital structure of the legal acquirer (ADA), including the shares issued to ADQ Aviation to effect the business combination (Note1). This results in the creation of a 'Share premium' as at 1 May 2024, being the difference between the capital structure of the legal acquirer (ADA) and the capital structure of the accounting acquirer (ADQ Aviation Group).

The share premium has been computed as follows:

	<i>AED'000</i>
Fair value of the legal acquirer at acquisition (444 million shares at AED 6.41)	2,851,086
Add: Share capital of the legal acquiree	1,735,050
Value of equity post-acquisition	4,586,136
Less: Capital structure of the legal acquirer	(1,096,787)
Share premium	<b>3,489,349</b>

**14 Lease liabilities and right of use assets**

Lease liabilities

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Current portion	64,026	39,364
Non-current portion	774,119	799,040
	<b>838,145</b>	<b>838,404</b>

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**14 Lease liabilities and right of use assets (continued)**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	838,404	912,922
Acquisition through business combination (Note 1)	-	125,103
Additions/remeasurements during the period/year	-	400,944
Disposals during the period/year		(544,970)
Payments during the period/year	(9,011)	(88,842)
Interest on lease liabilities	8,752	33,247
At 31 March/December	<u>838,145</u>	<u>838,404</u>

The Group does not face a significant liquidity risk with regard to its lease liabilities. Lease liabilities are monitored within the Group's treasury function.

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
<u>Right of use assets</u>		
At 1 January	730,495	754,905
Acquisition through business combination (Note 1)	-	91,043
Additions/remeasurements during the period/year	-	400,944
Disposals during the period/year	-	(544,970)
Gain on termination	-	58,221
Depreciation during the period/year	(7,914)	(29,648)
At 31 March/December	<u>722,581</u>	<u>730,495</u>

**15 Borrowings**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Bank overdrafts	9,041	86,424
Term loans	933,597	933,661
	<u>942,638</u>	<u>1,020,085</u>

Borrowings are classified as follows in the condensed consolidated interim statement of financial position:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Current portion (including overdrafts)	733,980	808,070
Non-current portion	208,658	212,015
	<u>942,638</u>	<u>1,020,085</u>

Movement in term loans during the period/year is as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
At 1 January	933,661	489,541
Acquisition through business combination (Note 1)	-	451,818
Interest accrued	5,741	21,360
Foreign exchange loss	1,139	50
Drawdowns	90,000	214,030
Interest paid	(3,587)	(18,928)
Repayment of principal portion	(93,357)	(224,210)
At 31 March /December	<u>933,597</u>	<u>933,661</u>



**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**15 Borrowings (continued)**

Borrowings consist of six facilities of which AED 489 million is interest free and the remaining are subject to interest from the respective financial institutions based on the 3-month EIBOR. These facilities were obtained towards the purchase of aircraft and for other operational demands.

Aircraft, property and equipment with a carrying amount of AED 383 million (2024: AED 386 million) are mortgaged to the lending banks as collateral for these facilities.

The Group was in compliance with all applicable covenants for bank borrowings as at 31 March 2025 and 31 December 2024.

**16 Trade and other payables**

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Trade payables	452,444	221,909
Dividend payable	329,036	-
Due to related parties	1,241,945	1,384,604
Accrued expenses*	3,143,363	3,069,071
Customer advances	63,835	90,318
VAT payables, net	-	106,036
Other payables	161,339	204,270
	<u>5,391,962</u>	<u>5,076,208</u>

\* Included in accrued expenses are contract accruals of AED 2,928 million (2024: 2,776 million) related to the obligations of contract with customers.

**17 Basic and diluted earnings per share**

	<i>For the period ended 31 March 2025 (Unaudited)</i>	<i>2024 (unaudited)</i>
Profit attributable to Owners of the Company (AED '000)	<u>172,058</u>	<u>26,812</u>
Weighted average number of shares in issue ('000)	<u>1,096,787</u>	<u>652,000</u>
Earnings per share (AED '000)	<u>0.157</u>	<u>0.041</u>

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

The Group does not have potentially dilutive shares and accordingly, diluted earnings per share is equal to basic earnings per share.

**18 Contingent liabilities**

As at 31 March 2025, the Group had contingent liabilities in respect of letters of guarantee amounting to AED 6,411 million (31 December 2024: AED 6,547 million) and letters of credit amounting to AED 5.5 million (31 December 2024: AED 5.9 million)

An amount of AED 52.7 million has been ring-fenced towards the settlement of the execution order issued by the Abu Dhabi Courts in respect to a legal case against one of the Group's subsidiaries. Accordingly, the Group has made a provision of AED 52.7 million (31 December 2024: AED 52.7 million).

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025 (continued)**

**19 Commitments**

*(i) Capital commitments*

As at 31 March 2025, the Group had estimated capital commitments for the acquisition of aircraft, property and equipment of AED 319 million (31 December 2024: 318 million).

*(ii) Other commitments*

As at 31 March 2025, the Group had commitments issued in the normal course of business of AED 930 million (31 December 2024: AED 1,008 million).

**20 Segment information**

Information regarding the Group's operating segments is set out below in accordance with IFRS 8 Operating Segments. IFRS 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. For operating purposes, the Group is organised into three major reporting segments:

- i. General aviation segment encompasses helicopter and fixed-wing operations, aircraft leasing, charter flights, commercial aircraft operations, aircraft management services, simulator training, the sale of aircraft parts, and air cargo operations;
- ii. Maintenance, repair and overhauls (MRO) segment provides routine inspections, repairs, overhauls, and modifications, among other similar services;
- iii. Investments, which involves the management of the Group's investment portfolio.

The Group's real estate, training and consulting business segments are not reportable operating segments, and accordingly the results of these operations are included in 'all other segments'.

These segments are the basis on which the Group reports its primary segment information. Transactions between segments are conducted at rates determined by management taking into consideration the cost of funds.

## ABU DHABI AVIATION PJSC

### Notes to the condensed consolidated interim financial information for the three-month period ended 31 March 2025 (continued)

#### 20 Segment information (continued)

Information regarding these segments is presented below:

	<i>General Aviation AED'000</i>	<i>Maintenance, Repair and Overhauls AED'000</i>	<i>Investments AED'000</i>	<i>Eliminations AED'000</i>	<i>Total AED'000</i>
<b>31 March 2025 (unaudited)</b>					
Revenue	258,297	1,738,804	6,771	(23,877)	1,979,995
Profit for the period	53,886	145,199	16,243	-	215,328
<b>31 March 2024 (unaudited)</b>					
Revenue	-	1,582,665	-	-	1,582,665
Profit for the period	-	26,812	-	-	26,812
<b>31 March 2025 (unaudited)</b>					
Assets	2,666,980	11,091,865	2,434,462	(126,261)	16,067,046
Liabilities	1,315,041	6,586,683	91,954	(126,261)	7,867,417
<b>31 December 2024 (audited)</b>					
Assets	3,860,746	11,524,695	997,403	(215,489)	16,167,355
Liabilities	1,095,546	6,621,124	84,243	(195,011)	7,605,902

**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025** (continued)

**20 Segment information** (continued)

The Group operates primarily from its base in the United Arab Emirates and accordingly no further geographical analysis of revenues, profit, fair value gains, assets and liabilities is given.

**21 Related parties**

Related parties, as defined in International Accounting Standard 24: Related Party Disclosures include associate companies, major shareholders, directors and other key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. 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. The Group has a related party relationship with the 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 has elected to use the exemption under IAS 24 'Related Party Disclosures' for Government related entities on disclosing transactions and related outstanding balances with government related parties owned by the Government of Abu Dhabi and entities it owns and controls. The Group provides services in the normal course of business to entities owned and controlled by the Government of Abu Dhabi. Management approves prices and terms of payment for these transactions, and these are carried out at mutually agreed rates.

Balances with related parties at the end of the reporting period comprise:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
<i>Due from related parties</i>		
Entities under common control (Note 9)	<u>5,541,895</u>	<u>4,589,545</u>
<i>Due to related parties</i>		
Entities under common control (Note 16)	<u>1,241,945</u>	<u>1,384,604</u>

Significant transactions with related parties during the year were as follows:

	<i>31 March 2025 (Unaudited) AED'000</i>	<i>31 December 2024 (Audited) AED'000</i>
Revenue	1,837,687	6,093,763
Key management compensation	10,970	43,085
Directors' remuneration	8,344	16,083
Provisions for employees' end of service benefits	1,329	2,489

**22 Seasonality of results**

No income of a seasonal nature was recorded in the condensed consolidated interim statement of profit or loss for the three months period ended 31 March 2025 and 2024.

## ABU DHABI AVIATION PJSC

### Notes to the condensed consolidated interim financial information for the three-month period ended 31 March 2025 (continued)

#### 23 Financial instruments – fair value and risk management

##### (a) Fair value measurement

The following table shows the carrying amounts and fair values of financial assets and financial liabilities as at 31 March 2025, including their levels in the fair value hierarchy . It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

31 March 2025	Carrying amounts				Fair value hierarchy			
	<i>FVTPL – equity instruments</i> <i>AED'000</i>	<i>FVTPL – debt instruments</i> <i>AED'000</i>	<i>Measured at amortized cost</i> <i>AED'000</i>	<i>Total</i> <i>AED'000</i>	<i>Level 1</i> <i>AED'000</i>	<i>Level 2</i> <i>AED'000</i>	<i>Level 3</i> <i>AED'000</i>	<i>Total</i> <i>AED'000</i>
Investment in Waha CEEMEA Fixed Income Fund SP	35,143	-	-	35,143	-	35,143	-	35,143
Investments in short term maturity bonds	-	5,692	-	5,692	5,692	-	-	5,692
Investments in corp bonds – UK	-	37,944	-	37,944	37,944	-	-	37,944
Investments in corp bonds - US	-	5,059	-	5,059	5,059	-	-	5,059
Investment in high yield and emerging market bonds	-	17,718	-	17,718	17,718	-	-	17,718
Investment in multi-class assets	-	2,763	-	2,763	2,763	-	-	2,763
Investment in developed government bonds	-	5,798	-	5,798	5,798	-	-	5,798
Investments in corporate bonds – European (EX-UK)	-	4,491	-	4,491	4,491	-	-	4,491
Investment in equities - US	360	-	-	360	360	-	-	360
Investment in equities – UAE	249,849	-	-	249,849	249,849	-	-	249,849
Developed Market Equities – US	12,470	-	-	12,470	12,470	-	-	12,470
Emerging market - Asia	1,567	-	-	1,567	1,567	-	-	1,567
Alternatives – Commodities	-	706	-	706	706	-	-	706
Alternative trading strategies	-	577	-	577	577	-	-	577
Investment in bonds - UAE	-	691,735	-	691,735	691,735	-	-	691,735
<b>Total</b>	<b>299,389</b>	<b>772,483</b>	<b>-</b>	<b>1,071,872</b>	<b>1,036,729</b>	<b>35,143</b>	<b>-</b>	<b>1,071,872</b>

## ABU DHABI AVIATION PJSC

### Notes to the condensed consolidated interim financial information for the three-month period ended 31 March 2025 (continued)

#### 23 Financial instruments – fair value and risk management (continued)

##### (a) Fair value measurement (continued)

31 December 2024	Carrying amounts				Fair value hierarchy			
	<i>FVTPL – equity instruments AED'000</i>	<i>FVTPL – debt instruments AED'000</i>	<i>Measured at amortized cost AED'000</i>	<i>Total AED'000</i>	<i>Level 1 AED'000</i>	<i>Level 2 AED'000</i>	<i>Level 3 AED'000</i>	<i>Total AED'000</i>
Investment in Waha CEEMEA Fixed Income Fund SP	34,423	-	-	34,423	-	34,423	-	34,423
Investments in short term maturity bonds	-	6,586	-	6,586	6,586	-	-	6,586
Investments in corp bonds – UK	-	36,369	-	36,369	36,369	-	-	36,369
Investments in corp bonds - US	-	4,666	-	4,666	4,666	-	-	4,666
Investment in high yield and emerging market bonds	-	17,200	-	17,200	17,200	-	-	17,200
Investment in multi-class assets	-	2,642	-	2,642	2,642	-	-	2,642
Investment in developed government bonds	-	5,178	-	5,178	5,178	-	-	5,178
Investments in corporate bonds – European (EX-UK)	-	4,243	-	4,243	4,243	-	-	4,243
Investment in equities - US	302	-	-	302	302	-	-	302
Investment in equities – UAE	256,411	-	-	256,411	256,411	-	-	256,411
Developed Market Equities – US	12,633	-	-	12,633	12,633	-	-	12,633
Emerging market - Asia	1,519	-	-	1,519	1,519	-	-	1,519
Alternatives – Commodities	-	590	-	590	590	-	-	590
Alternative trading strategies	-	562	-	562	562	-	-	562
Investment in bonds - UAE	-	181,484	-	181,484	181,484	-	-	181,484
<b>Total</b>	<b>305,288</b>	<b>259,520</b>	<b>-</b>	<b>564,808</b>	<b>530,385</b>	<b>34,423</b>	<b>-</b>	<b>564,808</b>

## ABU DHABI AVIATION PJSC

### Notes to the condensed consolidated interim financial information for the three-month period ended 31 March 2025 (continued)

#### 23 Financial instruments – fair value and risk management (continued)

##### (a) Fair value measurement (continued)

31 March 2025

	<i>Carrying amounts</i>				<i>Fair value hierarchy</i>			
	<i>FVTPL – equity instruments AED'000</i>	<i>FVTPL – debt instruments AED'000</i>	<i>Measured at amortized cost AED'000</i>	<i>Total AED'000</i>	<i>Level 1 AED'000</i>	<i>Level 2 AED'000</i>	<i>Level 3 AED'000</i>	<i>Total AED'000</i>
Financial assets not measured at fair value								
Trade receivables	-	-	293,889	293,889	-	-	-	-
Unbilled receivables	-	-	88,111	88,111	-	-	-	-
Other receivables	-	-	74,133	74,133	-	-	-	-
Cash and cash equivalents	-	-	1,219,931	1,219,931	-	-	-	-
Other financial assets at amortised cost	-	-	1,372,245	1,372,245	-	-	-	-
Due from related parties	-	-	5,541,895	5,541,895	-	-	-	-
Total	-	-	<b>8,590,204</b>	<b>8,590,204</b>	-	-	-	-
Financial liabilities not measured at fair value								
Trade payables	-	-	452,444	452,444	-	-	-	-
Dividend payable	-	-	329,036	329,036	-	-	-	-
Borrowings	-	-	942,638	942,638	-	-	-	-
Lease liabilities	-	-	838,145	838,145	-	-	-	-
Accrued expenses	-	-	3,143,363	3,143,363	-	-	-	-
Other payables	-	-	161,339	161,339	-	-	-	-
Due to related parties	-	-	1,241,945	1,241,945	-	-	-	-
Total	-	-	<b>7,108,910</b>	<b>7,108,910</b>	-	-	-	-

## ABU DHABI AVIATION PJSC

### Notes to the condensed consolidated interim financial information for the three-month period ended 31 March 2025 (continued)

#### 23 Financial instruments – fair value and risk management (continued)

##### (a) Fair value measurement (continued)

31 December 2024

	<i>Carrying amounts</i>				<i>Fair value hierarchy</i>			
	<i>FVTPL – equity instruments AED'000</i>	<i>FVTPL – debt instruments AED'000</i>	<i>Measured at amortized cost AED'000</i>	<i>Total AED'000</i>	<i>Level 1 AED'000</i>	<i>Level 2 AED'000</i>	<i>Level 3 AED'000</i>	<i>Total AED'000</i>
Financial assets not measured at fair value								
Trade receivables	-	-	396,815	396,815	-	-	-	-
Unbilled receivables	-	-	47,291	47,291	-	-	-	-
Other receivables	-	-	69,648	69,648	-	-	-	-
Cash and cash equivalents	-	-	3,836,899	3,836,899	-	-	-	-
Other financial assets at amortised costs	-	-	460,018	460,018	-	-	-	-
Due from related parties	-	-	4,589,545	4,589,545	-	-	-	-
Total	-	-	<b>9,400,216</b>	<b>9,400,216</b>	-	-	-	-
Financial liabilities not measured at fair value								
Trade payables	-	-	221,909	221,909	-	-	-	-
Borrowings	-	-	1,020,085	1,020,085	-	-	-	-
Lease liabilities	-	-	838,404	838,404	-	-	-	-
Accrued expenses	-	-	3,069,071	3,069,071	-	-	-	-
VAT payables	-	-	106,036	106,036	-	-	-	-
Other payables	-	-	204,270	204,270	-	-	-	-
Due to related parties	-	-	1,384,604	1,384,604	-	-	-	-
Total	-	-	<b>6,844,379</b>	<b>6,844,379</b>	-	-	-	-



**Notes to the condensed consolidated interim financial information  
for the three-month period ended 31 March 2025** (continued)

**24 Income taxes**

The Group's result incorporates the UAE Federal Decree-Law No. 47 of 2022 on the Taxation of Corporations and Businesses ("Law"). The Law stipulates an effective tax rate of 9% on taxable profits above AED 375,000 and is calculated on the Group's outlook of the Law.

The income tax expense recognized in the condensed consolidated interim statement of profit or loss for the three-month period ended 31 March 2025 is as follows:

	<i>For the period ended 31 March</i>	
	<i>2025</i> <i>(Unaudited)</i> <i>AED'000</i>	<i>2024</i> <i>(Unaudited)</i> <i>AED'000</i>
<i>Notes</i>		
Movement in current tax liabilities	19,126	5,696
Movement in deferred tax liabilities	(615)	-
Movement in deferred tax assets	18	-
Income tax expense	<u>18,529</u>	<u>5,696</u>

The reconciliation of the statutory tax rate to the effective tax rate is presented below:

	<i>31 March</i> <i>2025</i> <i>(Unaudited)</i> <i>AED'000</i>	<i>31 March</i> <i>2024</i> <i>(Unaudited)</i> <i>AED'000</i>
Accounting profit before tax	<u>233,857</u>	<u>32,508</u>
Tax at statutory rate (9%)	21,047	2,926
Tax impact of non-taxable income	-	-
Tax impact of exempt income	(3,036)	-
Other adjustments	518	2,770
Total	<u>18,529</u>	<u>5,696</u>

For determining the tax expense for the period, the accounting profit has been adjusted for tax purposes. Adjustments for tax purpose include items relating to both income and expense.

The overall effective tax rate ("ETR") during the period ended 31 March 2025 is 7.92% (31 March 2024: 17.5%).

**25 Dividends**

Cash dividends of AED 0.30 per ordinary share (30% of par value), totaling AED 329 million were approved by the shareholders at the annual general meeting held on 19 March 2025 and were paid to the shareholders on 4 April 2025.

**26 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 1 May 2025.