

**BAYANAT FOR MAPPING AND SURVEYING  
SERVICES – BAYANAT PJSC**

(formerly Bayanat For Mapping and  
Surveying Services – Bayanat LLC)

**Review report and condensed interim financial  
information for the six-month period  
ended 30 June 2022**

**BAYANAT FOR MAPPING AND SURVEYING SERVICES – BAYANAT PJSC**  
(formerly Bayanat For Mapping and Surveying Services – Bayanat LLC)

**Review report and condensed interim financial information  
for the six-month period ended 30 June 2022**

	<b>Page</b>
<b>Report on review of condensed interim financial information</b>	<b>1</b>
<b>Condensed statement of financial position</b>	<b>2</b>
<b>Condensed statement of profit or loss and other comprehensive income</b>	<b>3</b>
<b>Condensed statement of changes in equity</b>	<b>4</b>
<b>Condensed statement of cash flows</b>	<b>5</b>
<b>Notes to the condensed interim financial information</b>	<b>6 - 16</b>

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL  
INFORMATION  
TO THE SHAREHOLDERS OF BAYANAT FOR MAPPING AND SURVEYING  
SERVICES – BAYANAT PJSC (FORMERLY BAYANAT FOR MAPPING AND  
SURVEYING SERVICES – BAYANAT LLC)**

*Introduction*

We have reviewed the accompanying condensed statement of financial position of Bayanat for Mapping and Surveying Services – Bayanat PJSC (formerly Bayanat For Mapping and Surveying Services – Bayanat LLC) (the “Company”) as at 30 June 2022, and the related condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair presentation of this condensed interim financial information in accordance with International Accounting Standard IAS 34 Interim Financial Reporting (*IAS 34*). Our responsibility is to express a conclusion on this condensed 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 condensed interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with IAS 34.

Deloitte & Touche (M.E.)



Mohammad Khamees Al Tah  
Registration No. 717  
17 August 2022  
Abu Dhabi  
United Arab Emirates

**BAYANAT FOR MAPPING AND SURVEYING SERVICES – BAYANAT PJSC** 2  
(formerly Bayanat For Mapping and Surveying Services – Bayanat LLC)

**Condensed statement of financial position  
as at 30 June 2022**

	Notes	30 June 2022 AED (unaudited)	31 December 2021 AED (audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	5	23,418,725	22,310,373
Intangible assets	6	1,002,643	830,751
<b>Total non-current assets</b>		<b>24,421,368</b>	<b>23,141,124</b>
<b>Current assets</b>			
Inventories		253,621	253,621
Trade and other receivables	8	1,114,964	7,423,826
Due from related parties	12	145,782,768	102,610,801
Contract assets	7	418,453,034	244,830,547
Contract cost		19,736,860	12,920,934
Refundable deposits		24,828,420	26,471,129
Cash and bank balances	9	20,053,970	56,773,109
<b>Total current assets</b>		<b>630,223,637</b>	<b>451,283,967</b>
<b>Total assets</b>		<b>654,645,005</b>	<b>474,425,091</b>
<b>EQUITY</b>			
Share capital	10	200,000,000	3,000,000
Additional capital	10	-	197,000,000
Statutory reserve		1,500,000	1,500,000
Retained earnings		161,199,221	53,938,277
<b>Total equity</b>		<b>362,699,221</b>	<b>255,438,277</b>
<b>LIABILITIES</b>			
<b>Non-current liability</b>			
Employees' end of service benefits		4,763,917	3,883,242
<b>Total non-current liability</b>		<b>4,763,917</b>	<b>3,883,242</b>
<b>Current liabilities</b>			
Trade and other payables	11	173,620,248	145,329,086
Due to related parties	12	18,239,776	15,984,861
Loan from related parties	12	95,321,843	53,789,625
<b>Total current liabilities</b>		<b>287,181,867</b>	<b>215,103,572</b>
<b>Total liabilities</b>		<b>291,945,784</b>	<b>218,986,814</b>
<b>Total equity and liabilities</b>		<b>654,645,005</b>	<b>474,425,091</b>

  
Hassan Ahmed Al Hosani  
Chief Executive Officer

  
Mansoor Al Mansoori  
Chairman of the Board of Directors

  
Renyi Raul  
Chief Financial Officer

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

**Condensed statement of profit or loss and other comprehensive income  
 for the six-month period ended 30 June 2022**

	Note	Three-months period ended 30 June		Six-months period ended 30 June	
		2022 AED (unaudited)	2021 AED (unaudited)	2022 AED (unaudited)	2021 AED (unaudited)
<b>Revenue</b>	<b>13</b>	<b>142,162,052</b>	105,025,257	<b>231,785,708</b>	184,132,887
Direct costs		<b>(41,300,429)</b>	(75,927,906)	<b>(74,386,977)</b>	(105,303,897)
<b>Gross profit</b>		<b>100,861,623</b>	29,097,351	<b>157,398,731</b>	78,828,990
General and administrative expenses		<b>(36,346,996)</b>	(11,570,792)	<b>(49,106,681)</b>	(32,097,893)
Finance expenses		<b>(663,981)</b>	(283,285)	<b>(1,031,106)</b>	(505,566)
<b>Profit for the period</b>		<b>63,850,646</b>	17,243,274	<b>107,260,944</b>	46,225,531
Other comprehensive income for the period		-	-	-	-
<b>Total comprehensive income for the period</b>		<b>63,850,646</b>	17,243,274	<b>107,260,944</b>	46,225,531

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

**Condensed statement of changes in equity  
 for the six-month period ended 30 June 2022**

	<b>Share capital AED</b>	<b>Additional capital AED</b>	<b>Statutory reserves AED</b>	<b>Retained earnings AED</b>	<b>Total equity AED</b>
At 1 January 2021 (audited)	3,000,000	-	1,500,000	87,651,440	92,151,440
Total comprehensive income for the period	-	-	-	46,225,531	46,225,531
<b>At 30 June 2021 (unaudited)</b>	<u>3,000,000</u>	<u>-</u>	<u>1,500,000</u>	<u>133,876,971</u>	<u>138,376,971</u>
At 1 January 2022 (audited)	3,000,000	197,000,000	1,500,000	53,938,277	255,438,277
Total comprehensive income for the period	-	-	-	107,260,944	107,260,944
Increase in share capital (refer note 10)	197,000,000	(197,000,000)	-	-	-
<b>At 30 June 2022 (unaudited)</b>	<u><b>200,000,000</b></u>	<u><b>-</b></u>	<u><b>1,500,000</b></u>	<u><b>161,199,221</b></u>	<u><b>362,699,221</b></u>

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

**Condensed statement of cash flows  
for the six-month period ended 30 June 2022**

	Notes	Six months ended 30 June	
		2022 AED (unaudited)	2021 AED (unaudited)
<b>Cash flows from operating activities</b>			
Profit for the period		107,260,944	46,225,531
<i>Adjustments for:</i>			
Depreciation of property and equipment	5	4,541,474	3,221,210
Amortisation of intangible assets	6	189,380	31,847
Finance expenses		1,031,106	656,886
Provision for employees' end of service benefits		1,343,853	614,024
Provision for expected credit loss on trade receivables		1,912,208	-
Provision for expected credit loss on due from related parties		2,100,000	-
<b>Operating cash flows before movements in working capital</b>		118,378,965	50,749,498
Decrease/(increase) in trade and other receivables		4,396,654	(3,642,515)
Decrease in refundable deposits		1,642,709	4,928,128
Increase in contract assets		(173,622,487)	(124,802,552)
Increase in contract cost		(6,815,926)	-
Decrease in inventories		-	293,467
Increase in due from related parties		(45,271,967)	(45,439,574)
Increase in trade and other payables		28,291,162	86,037,458
Increase in due to related parties		2,254,915	27,515,507
Increase in loan from related parties	12	1,318,343	-
<b>Cash used in operating activities</b>		(69,427,632)	(4,360,583)
Employees' end of service benefits paid		(463,178)	(21,537)
Finance cost paid		(1,031,106)	(656,886)
<b>Net cash used in operating activities</b>		(70,921,916)	(5,039,006)
<b>Cash flows from investing activities</b>			
Acquisition of property and equipment	5	(5,649,826)	(1,841,304)
Acquisition of intangible assets	6	(361,272)	(518,940)
<b>Net cash used in investing activities</b>		(6,011,098)	(2,360,244)
<b>Cash flows from a financing activity</b>			
Proceeds of loan from related parties	12	40,213,875	-
<b>Net cash generated from a financing activity</b>		40,213,875	-
<b>Net decrease in cash and cash equivalents</b>		(36,719,139)	(7,399,250)
<b>Cash and cash equivalents at 1 January</b>		56,773,109	18,748,145
<b>Cash and cash equivalents at 30 June</b>	9	20,053,970	11,348,895

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

**Notes to the condensed interim financial information  
for the period ended 30 June 2022**

**1 Legal status and principal activities**

Bayanat for Mapping & Surveying Services - Bayanat PJSC (the “Company”) was incorporated and registered in the Emirate of Abu Dhabi, United Arab Emirates (U.A.E.) as a Limited Liability Company on 4 February 2008. The registered office of the Company is at P.O. Box 111143, Abu Dhabi, U.A.E.

On 14 September 2021, Group 42 Holding Ltd as the sole shareholder resolved to increase the share capital by AED 197,000,000 by a transfer from retained earnings and reduced the par value per share from AED 1,000 to AED 1. The amended articles of association was notarized by the Notary Public on 10 January 2022.

On 17 January 2022, the Shareholders resolved to change the legal status of the Company from Limited Liability Company to a Private Joint Stock Company. The legal formalities were completed on 30 June 2022. Accordingly, the name of the Company was changed from Bayanat For Mapping and Surveying Services – Bayanat LLC to Bayanat For Mapping and Surveying Services – Bayanat PJSC.

On 20 July 2022, the Shareholders resolved to change the name of the Company from Bayanat For Mapping and Surveying Services – Bayanat PJSC to Bayanat AI PJSC and to increase the authorized share capital of the Company from AED 200 million upto AED 1,050 million. As on 30 June 2022, the legal formalities are under process.

The principal activities of the Company are data classification & analysis services, 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, 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.

The Company has not purchased or invested in any shares during the six-month period ended 30 June 2022.

There were no social contributions made during the six-month period ended 30 June 2022.

**2 Application of new and revised International Financial Reporting Standards (“IFRSs”)**

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

The accounting policies adopted in the preparation of the condensed interim financial information are consistent with those followed in the preparation of the Company’s annual financial statements for the year ended 31 December 2021, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below.

**Reference to the Conceptual Framework - Amendments to IFRS 3**

The amendments update an outdated reference to the Conceptual Framework in IFRS 3 without significantly changing the requirements in the standard.



**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**2 Application of new and revised International Financial Reporting Standards (“IFRSs”)  
(continued)**

**2.1 New and revised IFRSs applied with no material effect on the condensed interim financial  
information (continued)**

**Interest Rate Benchmark Reform –Phase 2**

The amendments in Interest Rate Benchmark Reform- Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16) introduce a practical expedient for modifications required by the reform, clarify that hedge accounting is not discontinued solely because of the IBOR reform, and introduce disclosures that allow users to understand the nature and extent of risks arising from the IBOR reform to which the entity is exposed to and how the entity manages those risks as well as the entity’s progress in transitioning from IBORs to alternative benchmark rates, and how the entity is managing this transition.

**Property, Plant and Equipment - Proceeds before Intended Use - amendments to IAS 16**

The amendments prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the cost of producing those items, in the statement of profit or loss.

**Onerous Contracts - Cost of Fulfilling a Contract - amendments to IAS 37**

The amendments specify that the ‘cost of fulfilling’ a contract comprises the ‘costs that relate directly to the contract’. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract).

**Annual Improvements to IFRS Standards 2018-2020**

The Annual Improvements include amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards*, IFRS 9 *Financial Instruments*, IFRS 16 *Leases* and IAS 41 *Agriculture*.

**2.2 New and revised IFRSs in issue but not yet effective and not early adopted**

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

**New and revised IFRSs**

**Effective for  
annual periods  
beginning on or after**

*Classification of Liabilities as Current or Non-Current - amendments to IAS 1*

1 January 2023

The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of financial position, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**2 Application of new and revised International Financial Reporting Standards (“IFRSs”) (continued)**

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

<u><b>New and revised IFRSs</b></u>	<u><b>Effective for annual periods beginning on or after</b></u>
<i>Amendment to IAS 12</i>	1 January 2023
The deferred tax related to assets and liabilities arising from a single transaction that clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations.	
<i>IFRS 17: Insurance Contracts</i>	1 January 2023
IFRS 17 requires insurance liabilities to be measured at a current fulfilment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 Insurance Contracts as at 1 January 2023.	
<i>Amendments to IFRS Insurance Contracts</i>	1 January 2023
IFRS 17 to address concerns and implementation challenges that were identified after IFRS 17 was published in 2017.	
<i>Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures (2011)</i>	Effective date deferred indefinitely. Adoption is still permitted
The amendment relates to the treatment of the sale or contribution of assets from an investor to its associate or joint venture.	
<i>Extension of the Temporary Exemption from Applying IFRS 9 (Amendment to IFRS 4)</i>	1 January 2023
The amendment changes the fixed expiry date for the temporary exemption in IFRS 4 ‘Insurance contracts’ from applying IFRS 9 ‘Financial Instrument’, so that entities would be required to apply IFRS 9.	
<i>Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2</i>	1 January 2023
The amendments require that an entity discloses its material accounting policies, instead of its significant accounting policies. Further amendments explain how an entity can identify a material accounting policy. Examples of when an accounting policy is likely to be material are added. To support the amendment, the Board has also developed guidance and examples to explain and demonstrate the application of the ‘four-step materiality process’ described in IFRS Practice Statement 2.	

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**2 Application of new and revised International Financial Reporting Standards (“IFRSs”)  
(continued)**

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

**New and revised IFRSs**

**Effective for  
annual periods  
beginning on or after**

*Definition of Accounting Estimates - Amendments to IAS 8*

1 January 2023

The amendments replace the definition of a change in accounting estimates with a definition of accounting estimates. Under the new definition, accounting estimates are “monetary amounts in interim condensed financial information that are subject to measurement uncertainty”. Entities develop accounting estimates if accounting policies require items in interim condensed financial information to be measured in a way that involves measurement uncertainty. The amendments clarify that a change in accounting estimate that results from new information or new developments is not the correction of an error.

Management anticipates that these new standards, interpretations and amendments will be adopted in the Company’s condensed 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 interim financial information of the Company in the period of initial application.

**3 Statement of compliance and basis of preparation**

**Statement of compliance**

The condensed interim financial information is prepared in accordance with International Accounting Standard (IAS) 34, “Interim Financial Reporting” and also comply with the applicable requirements of the laws in the UAE. The condensed interim financial information does not include all the information required for full annual financial statements and should be read in conjunction with the financial statements of the Company as at and for the year ended 31 December 2021. In addition, results for six-months period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

**Basis of preparation**

The condensed interim financial information is presented in UAE Dirhams (AED), which is the functional currency of the Company.

These condensed interim financial information have been prepared on the historical cost basis.

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**4 Summary of significant accounting policies and estimates**

The accounting policies applied by the Company in this condensed interim financial information are consistent with those in the audited annual financial statements for the year ended 31 December 2021, except for the adoption of new standards and interpretations effective 1 January 2022.

The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

**Critical judgements and key sources of estimation uncertainty**

The preparation of the condensed 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 Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the Company's annual financial statements for the year ended 31 December 2021.

**5 Property and equipment**

During the period ended 30 June 2022, the Company purchased AED 5,649,826 (31 December 2021: AED 8,477,972) of property and equipment. Depreciation expense during the period amounted to AED 4,541,474 (31 December 2021: AED 6,631,036). No impairment loss on property and equipment was recognised during the period.

**6 Intangible assets**

Intangible assets comprise of computer software, licenses and development costs.

During the period ended 30 June 2022, the Company purchased AED 361,272 (31 December 2021: AED 931,992) of intangible assets. Amortisation expense during the period amounted to AED 189,380 (31 December 2021: AED 145,009). No impairment loss on intangible assets was recognised during the period.

**7 Contract assets**

Contract assets represents balances due from customers under software development, installation and support service contracts that arise when the Company receives payments from customers in line with a series of performance related milestones. Also, contract assets primary relates to the Company's right on consideration for goods and services provided but not billed at the reporting date. The Company recognises a contract asset for any work performed.

Any amount previously recognised as a contract asset is reclassified to trade receivables 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.

**Notes to the condensed interim financial information  
 for the period ended 30 June 2022 (continued)**

**7 Contract assets (continued)**

There is no expected credit loss recognised on the above contract assets (31 December 2021: AED nil).

Contract assets of AED 418,453,034 (31 December 2021: AED 244,045,438) pertain to related parties.

**8 Trade and other receivables**

	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
Trade receivables	<b>1,013,250</b>	2,885,246
Advance to suppliers	-	4,397,580
Other receivables	<b>101,714</b>	141,000
	<hr/> <b>1,114,964</b> <hr/>	<hr/> 7,423,826 <hr/>

The Company measures the loss allowance for trade receivables at an amount equal to lifetime ECL. The expected credit losses 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. There is no loss allowance recorded on the trade receivables and other receivables based on the above assessment made by the management.

The Company 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.

**9 Cash and bank balances**

Cash and cash equivalents included in the condensed statement of cash flows comprise the following condensed statement of financial position amounts:

	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
Cash on hand	<b>10,000</b>	10,000
Bank balances	<b>20,043,970</b>	56,763,109
	<hr/> <b>20,053,970</b> <hr/>	<hr/> 56,773,109 <hr/>

**Cash and cash equivalents in the condensed statement  
 of cash flows**

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**9 Cash and bank balances (continued)**

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 Company 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 Company have assessed that there is no impairment, and hence have not recorded any loss allowances on these balances.

Cash at bank of AED 20,043,970 (31 December 2021: AED 56,763,109) pertains to banks which are related parties.

Bank account under the name of a related party amounting to AED 168,774 (31 December 2021: AED 258,797) has been assigned for the beneficial interest of the Company.

**10 Share capital**

Share capital comprised of 200,000,000 (31 December 2021: 3,000) authorized and issued shares of AED 1 (31 December 2021: AED 1,000) each.

On 14 September 2021, Group 42 Holding Ltd (previous sole shareholder) resolved to increase the share capital by AED 197,000,000 by a transfer from retained earnings and reduced the par value per share from AED 1,000 to AED 1. The amended articles of association of the Company was notarized by the Notary Public on 10 January 2022.

On 20 July 2022, the Company's Board of Directors have resolved to increase its authorized share capital from AED 200 million upto AED 1,050 million. As on 30 June 2022, the legal formalites are under process.

**11 Trade and other payables**

	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
Trade payables	<b>7,562,568</b>	5,145,867
Accrued expenses	<b>162,604,025</b>	134,431,825
Advances from customers	<b>489,479</b>	1,201,119
VAT payable	<b>2,964,176</b>	4,550,275
	<b>173,620,248</b>	145,329,086

The average credit period on the purchase of goods is 30-60 days (31 December 2021: 30 days). The Company has financial risk management policies in place to ensure that all payables are paid within credit period. No interest is charged on other payables.

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**11 Trade and other payables (continued)**

Advances from customers of AED 489,479 (31 December 2021: AED 1,201,119) pertain to related parties.

**12 Related parties**

The Company, in the ordinary course of business, enters into transactions, at agreed terms and conditions, with related parties. Related parties comprise of the Company’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 Company, 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 (Revised). The Company 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 Company).

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

	<b>Three-month period ended 30 June</b>		<b>Six-month period ended 30 June</b>	
	<b>2022</b>	2021	<b>2022</b>	2021
	<b>AED</b>	AED	<b>AED</b>	AED
	<b>(unaudited)</b>	(unaudited)	<b>(unaudited)</b>	(unaudited)
Revenue	<b>142,162,052</b>	68,388,147	<b>231,785,708</b>	147,495,777
Support services and manpower received	<b>(2,254,915)</b>	(17,833,673)	<b>(2,254,915)</b>	(17,833,673)
<b>Key management compensation</b>				
Short term benefits	<b>3,192,910</b>	840,000	<b>4,797,240</b>	1,680,000
Long term benefits	<b>138,030</b>	-	<b>261,846</b>	-
	<b>3,330,940</b>	840,000	<b>5,059,086</b>	1,680,000

Balances with related parties disclosed in the condensed statement of financial position includes the following:

	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
<b>Due from related parties</b>		
Government entities	<b>145,782,768</b>	102,610,801

**Notes to the condensed interim financial information  
 for the period ended 30 June 2022 (continued)**

**12 Related parties (continued)**

	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
<b>Due to related parties</b>		
Government entities	<b>10,212,200</b>	10,212,200
Entities under common control (c)	<b>8,027,576</b>	5,772,661
	<u><b>18,239,776</b></u>	<u>15,984,861</u>
	<b>30 June 2022 AED (unaudited)</b>	31 December 2021 AED (audited)
<b>Loan from related parties</b>		
Entities under common control (a)	<b>73,437,500</b>	36,712,500
A shareholder (b)	<b>20,566,000</b>	17,077,125
Interest payable	<b>1,318,343</b>	-
	<u><b>95,321,843</b></u>	<u>53,789,625</u>

- a) During the year 2021, the Company entered into a loan facility arrangement with G42 Companies Management RSC Ltd (a “related party”) amounting to USD 50,000,000 (AED 183,625,000), out of which the Company has utilised a facility amounting to USD 19,996,596 (AED 73,437,500) (31 December 2021: AED 36,712,500). The loan bears interest of 4% per annum on the amount of the facility used and is repayable on demand.
- b) During the year 2021, the Company has entered into a loan facility arrangement with Group 42 Holding Ltd (a “shareholder”) to finance a new developing project amounting to USD 5,600,000 (AED 20,566,000) out of which the Company has utilised USD 5,600,000 (AED 20,566,000) (31 December 2021: AED 17,077,125). The loan bears interest of 4% per annum on the amount of the facility used and shall be repayable on the commercialization of the project which is expected to be 12 months from the date of drawdown.



**Notes to the condensed interim financial information  
 for the period ended 30 June 2022 (continued)**

**13 Revenue**

The Company derives its revenue from contracts with customers for the transfer of goods and services over time and at a point in time in the following major product lines:

	<b>For the three-month period ended</b>		<b>For the six-month period ended</b>	
	<b>30 June 2022 AED (unaudited)</b>	<b>30 June 2021 AED (unaudited)</b>	<b>30 June 2022 AED (unaudited)</b>	<b>30 June 2021 AED (unaudited)</b>
<b>Revenue from contracts with customers</b>				
Products and services transferred at point in time	<b>3,973,583</b>	34,989,967	<b>9,362,180</b>	40,628,370
Products and services transferred over time	<b>138,188,469</b>	70,035,290	<b>222,423,528</b>	143,504,517
	<b>142,162,052</b>	105,025,257	<b>231,785,708</b>	184,132,887

All revenue from contracts with customers are within UAE.

**14 Contingent liabilities**

The Company had the following contingent liabilities and commitments outstanding at:

	<b>30 June 2022 AED (unaudited)</b>	<b>31 December 2021 AED (audited)</b>
Performance guarantees	<b>218,558,288</b>	218,558,288
Letters of credit	-	5,475,698
Capital commitments	<b>2,619,222</b>	6,013,790

**Notes to the condensed interim financial information  
for the period ended 30 June 2022 (continued)**

**15 Financial instruments**

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

**16 Seasonality of results**

No income of a seasonal nature was recorded in the condensed statement of profit or loss for the six-month period ended 30 June 2022 and 2021.

**17 Subsequent events**

On 20 July 2022, the Shareholder resolved to change the name of the Company from Bayanat For Mapping and Surveying Services – Bayanat PJSC to Bayanat AI PJSC and to increase the authorized share capital of the Company from AED 200 million upto AED 1,050 million.

**18 Approval of condensed interim financial information**

The condensed interim financial information was approved by management and authorised for issue by the Board of Directors on 17 August 2022.