



بيانات
BAYANAT



A GEOSPATIAL AI COMPANY

**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 nine months
ended 30 September 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 nine months ended 30 September 2022**

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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 September 2022, and the related condensed statements of profit or loss and other comprehensive income, changes in equity and cash flows for the nine-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
6 October 2022
Abu Dhabi
United Arab Emirates

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

	Notes	30 September 2022 AFD (unaudited)	31 December 2021 AFD (audited)
ASSETS			
Non-current assets			
Property and equipment	5	22,795,418	22,310,373
Intangible assets	6	891,536	830,751
Total non-current assets		23,686,954	23,141,124
Current assets			
Inventories		253,621	253,621
Contract assets	7	362,147,598	244,830,547
Trade and other receivables	8	12,600,206	7,423,826
Due from related parties	12	328,941,032	102,610,801
Contract costs		486,066	12,920,934
Refundable deposits		24,828,420	26,471,129
Cash and bank balances	9	114,778,532	56,773,109
Total current assets		844,035,475	451,283,967
Total assets		867,722,429	474,425,091
EQUITY			
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		200,863,913	53,938,277
Total equity		402,363,913	255,438,277
LIABILITIES			
Non-current liability			
Employees' end of service benefits		5,105,399	3,883,242
Total non-current liability		5,105,399	3,883,242
Current liabilities			
Trade and other payables	11	375,424,453	145,329,086
Due to related parties	12	26,749,166	15,984,861
Loan from related parties	12	58,079,498	53,789,625
Total current liabilities		460,253,117	215,103,572
Total liabilities		465,358,516	218,986,814
Total equity and liabilities		867,722,429	474,425,091


Hasan Ahmed Al Hosani
Chief Executive Officer


Tareq Abdurraheem Ahmed Rashed Al
Hosani
Chairman of the Board of Directors


Renyl Baul
Chief Financial Officer

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

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

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**Condensed statement of profit or loss and other comprehensive income
for the nine months ended 30 September 2022**

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2022 AED (unaudited)	2021 AED (unaudited)	2022 AED (unaudited)	2021 AED (unaudited)
Revenue	13	258,769,280	59,977,925	490,554,988	244,110,812
Direct costs	14	(190,275,405)	(28,227,132)	(264,662,382)	(133,531,029)
Gross profit		68,493,875	31,750,793	225,892,606	110,579,783
General and administrative expenses		(19,362,136)	(26,114,503)	(68,468,817)	(58,212,396)
Expected credit loss on financial assets	15	(4,847,746)	-	(8,859,954)	-
Finance expenses		(964,044)	(281,191)	(1,995,150)	(786,757)
Other income		356,951	1,482,822	356,951	1,482,822
Profit for the period		43,676,900	6,837,921	146,925,636	53,063,452
Other comprehensive income for the period		-	-	-	-
Total comprehensive income for the period		43,676,900	6,837,921	146,925,636	53,063,452

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

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

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Condensed statement of changes in equity
for the nine months ended 30 September 2022

	Share capital AED	Additional capital AED	Statutory reserve AED	Retained earnings AED	Total equity AED
At 1 January 2021 (audited)	3,000,000	-	1,500,000	87,651,440	92,151,440
Total comprehensive income for the period	-	-	-	53,063,452	53,063,452
Waiver of related party payable by an entity under common control (refer note 12)	-	-	-	67,000,000	67,000,000
Increase in share capital (refer note 10)	-	197,000,000	-	(197,000,000)	-
At 30 September 2021 (unaudited)	3,000,000	197,000,000	1,500,000	10,714,892	212,214,892
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	-	-	-	146,925,636	146,925,636
Increase in share capital (refer note 10)	197,000,000	(197,000,000)	-	-	-
At 30 September 2022 (unaudited)	200,000,000	-	1,500,000	200,863,913	402,363,913

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

BAYANAT FOR MAPPING AND SURVEYING SERVICES – BAYANAT PJSC 5
 (formerly Bayanat For Mapping and Surveying Services – Bayanat LLC)

**Condensed statement of cash flows
 for the nine months ended 30 September 2022**

	Notes	Nine months ended 30 September	
		2022 AED (unaudited)	2021 AED (unaudited)
Cash flows from operating activities			
Profit for the period		146,925,636	53,063,452
<i>Adjustments for:</i>			
Depreciation of property and equipment	5	8,243,859	4,958,558
Amortisation of intangible assets	6	300,487	83,652
Finance expenses		1,995,150	786,757
Provision for employees' end of service benefits		1,837,699	2,628,432
Provision for expected credit loss on trade receivables	15	1,912,209	-
Provision for expected credit loss on due from related parties	15	3,864,661	-
Provision for expected credit loss on contract assets	15	3,083,084	-
Operating cash flows before movements in working capital		168,162,785	61,520,851
Increase in trade and other receivables		(7,088,589)	(4,635,066)
Decrease in refundable deposits		1,642,709	11,498,965
Increase in contract assets		(158,092,894)	(36,403,652)
Decrease/(increase) in contract costs		12,434,868	(1,633,557)
Decrease in inventories		-	354,667
Increase in due from related parties		(230,194,892)	(185,579,975)
Increase in trade and other payables		230,095,367	79,756,914
Increase in due to related parties		10,764,305	61,505,070
Cash generated from/(used in) operating activities		27,723,659	(13,615,783)
Employees' end of service benefits paid		(615,542)	(16,896)
Finance cost paid		(226,393)	(786,757)
Net cash generated from/(used in) operating activities		26,881,724	(14,419,436)
Cash flows from investing activities			
Acquisition of property and equipment	5	(8,728,904)	(4,765,469)
Acquisition of intangible assets	6	(361,272)	(729,810)
Net cash used in investing activities		(9,090,176)	(5,495,279)
Cash flows from financing activity			
Proceeds of loan from related parties	12	40,213,875	13,221,000
Net increase/(decrease) cash and cash equivalents		58,005,423	(6,693,715)
Cash and cash equivalents at 1 January		56,773,109	18,748,145
Cash and cash equivalents at 30 September	9	114,778,532	12,054,430
Non-cash transactions:			
Development cost		-	15,976,617
Issuance of additional capital	10	-	197,000,000
Loan from related party set-off	12	37,692,759	-
Waiver of related party balance	12	-	67,000,000

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 September 2022**

1 Legal status and principal activities

Bayanat for Mapping & Surveying Services - Bayanat PJSC (formerly Bayanat For Mapping and Surveying Services – Bayanat LLC) (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 September 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 nine months ended 30 September 2022.

There were no social contributions made during the nine months ended 30 September 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 September 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)**

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.

<u>New and revised IFRSs</u>	<u>Effective for annual periods beginning on or after</u>
<p><i>Classification of Liabilities as Current or Non-Current - amendments to IAS 1</i></p> <p>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.</p>	1 January 2023
<p><i>Amendment to IAS 12</i></p> <p>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.</p>	1 January 2023

**Notes to the condensed interim financial information
 for the period ended 30 September 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>New and revised IFRSs</u>	<u>Effective for annual periods beginning on or after</u>
<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 September 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 nine-months period ended 30 September 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.

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

**Notes to the condensed interim financial information
for the period ended 30 September 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 nine months ended 30 September 2022, the Company purchased AED 8,728,904 (31 December 2021: AED 8,477,972) of property and equipment. Depreciation expense during the period amounted to AED 8,243,859 (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 nine months ended 30 September 2022, the Company purchased AED 361,272 (31 December 2021: AED 931,992) of intangible assets. Amortisation expense during the period amounted to AED 300,487 (31 December 2021: AED 145,009). No impairment loss on intangible assets was recognised during the period.

BAYANAT FOR MAPPING AND SURVEYING SERVICES – BAYANAT PJSC 11
(formerly Bayanat For Mapping and Surveying Services – Bayanat LLC)

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

7 Contract assets

	Total AED
Cost	
At 1 January 2021 (audited)	113,126,035
Revenue recognised during the period	158,171,182
Invoiced during the period	(26,466,670)
	<hr/>
At 1 January 2022 (audited)	244,830,547
Revenue recognised during the period	170,569,447
Invoiced during the period	(50,169,312)
Less: expected credit loss allowance	(3,083,084)
	<hr/>
At 30 September 2022 (unaudited)	362,147,598
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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.

Contract assets of AED 362,147,598 (31 December 2021: AED 244,830,547) pertain to related parties (note 12).

Loss allowance on contract assets amounts to AED 3,083,084 (31 December 2021: AED nil) (note 15).

8 Trade and other receivables

	30 September 2022 AED (unaudited)	31 December 2021 AED (audited)
Trade receivables	1,912,209	2,885,246
Less: expected credit loss allowance	(1,912,209)	-
	<hr/>	<hr/>
	-	2,885,246
Advance to suppliers	12,539,103	4,397,580
Other receivables	61,103	141,000
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	12,600,206	7,423,826
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**Notes to the condensed interim financial information
for the period ended 30 September 2022 (continued)**

8 Trade and other receivables (continued)

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.

Loss allowance on trade receivables amounts to AED 1,912,209 (31 December 2021: AED nil) (note 15).

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:

	30 September 2022 AED (unaudited)	31 December 2021 AED (audited)
Cash on hand	10,000	10,000
Bank balances	114,768,532	56,763,109
Cash and cash equivalents in the condensed statement of cash flows	114,778,532	56,773,109

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 114,768,532 (31 December 2021: AED 56,763,109) pertains to banks which are related parties (note 12).

Bank account under the name of a related party amounting to AED 455,463 (31 December 2021: AED 258,797) has been assigned for the beneficial interest of the Company.

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

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 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 September 2022, the legal formalities are under process.

11 Trade and other payables

	30 September 2022 AED (unaudited)	31 December 2021 AED (audited)
Trade and other payables	123,788,708	5,145,867
Accrued expenses	189,441,977	134,431,825
Advances from customers	55,069,327	1,201,119
VAT payable	7,124,441	4,550,275
	<u>375,424,453</u>	<u>145,329,086</u>

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.

Advances from customers of AED 55,069,327 (31 December 2021: AED 1,201,119) pertain to related parties (note 12).

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).

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

12 Related parties (continued)

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

(i) Transactions with related parties included in the condensed statement of profit or loss include the following:

	Three months ended 30 September		Nine months ended 30 September	
	2022 AED (unaudited)	2021 AED (unaudited)	2022 AED (unaudited)	2021 AED (unaudited)
Revenue (note 13)	258,769,280	59,932,441	490,554,988	244,065,328
Support services and manpower received	(1,656,297)	(16,504,737)	(3,911,212)	(34,338,410)
Development cost	-	15,976,617	-	15,976,617

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

	30 September 2022 AED (unaudited)	31 December 2021 AED (audited)
Due from related parties		
Government entities	184,007,746	102,610,801
Entities under common control	148,797,947	-
Less: expected credit loss allowance (note 15)	(3,864,661)	-
	<u>328,941,032</u>	<u>102,610,801</u>
Due to related parties		
Government entities	10,212,200	10,212,200
Entities under common control (c)	16,536,966	5,772,661
	<u>26,749,166</u>	<u>15,984,861</u>
Loan from related parties		
Entities under common control (a)	36,725,000	36,712,500
A shareholder (b)	20,566,000	17,077,125
Interest payable	788,498	-
	<u>58,079,498</u>	<u>53,789,625</u>

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

12 Related parties (continued)

a) During the year 2021, the Company entered into a loan facility arrangement with G42 Companies Management RSC Ltd (a “related party”) (a “borrower”) amounting to USD 50,000,000 (AED 183,625,000). During the period ended 30 September 2022, the Company has utilised an amount of USD 10,000,000 (AED 36,725,000) (31 December 2021: USD 9,996,596 (AED 36,712,500)). The loan bears interest of 4% per annum on the amount of the facility used and is repayable on demand.

On 19 August 2022, the Company entered into a settlement agreement with G42 Companies Management RSC Ltd to offset the loan facility outstanding balance utilised during 2021 amounting to USD 9,996,596 (AED 36,712,500) and the related interest accrued for the period amounting to USD 266,919 (AED 980,259) against a receivable balance due from G Forty Two General Trading LLC (a “related party”) for services rendered during the nine months ended 30 September 2022.

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). During the period ended 30 September 2022, the Company has utilised an additional amount of USD 950,000 (AED 3,488,875) (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.

c) During the year 2021, a related party resolved to waive AED 67,000,000 from the balance payable by the Company. The Company accounted for this waiver as a transaction under common control and adjusted the balance to its retained earnings.

(iii) Key management compensation

	Three months ended 30 September		Nine months ended 30 September	
	2022	2021	2022	2021
	AED	AED	AED	AED
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Key management compensation				
Short term benefits	2,089,043	522,760	6,886,283	5,320,000
Long term benefits	177,328	-	442,640	-
	2,266,371	522,760	7,328,923	5,320,000

(iv) Refer to notes 7, 9 and 11 for balances with related parties.

**Notes to the condensed interim financial information
for the period ended 30 September 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:

	Three months ended 30 September		Nine months ended 30 September	
	2022 AED (unaudited)	2021 AED (unaudited)	2022 AED (unaudited)	2021 AED (unaudited)
Revenue from contracts with customers				
Products and services transferred at point in time	1,417,985	12,012,139	10,780,165	52,640,509
Services transferred over time	257,351,295	47,965,786	479,774,823	191,470,303
	258,769,280	59,977,925	490,554,988	244,110,812

Revenue amounting to AED 490,554,988 (30 September 2021: AED 244,065,328) pertains to related parties (note 12).

All revenue from contracts with customers is within UAE.

The transaction price allocated to (partially) unsatisfied performance obligations at 30 September 2022 is as set out below:

	Nine months ended 30 September	
	2022 AED (unaudited)	2021 AED (unaudited)
Services transferred over time	1,041,711,618	97,201,144

BAYANAT FOR MAPPING AND SURVEYING SERVICES – BAYANAT PJSC 17
(formerly Bayanat For Mapping and Surveying Services – Bayanat LLC)

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

14 Direct costs

	Three months ended 30 September		Nine months ended 30 September	
	2022 AED (unaudited)	2021 AED (unaudited)	2022 AED (unaudited)	2021 AED (unaudited)
Subcontractor costs	172,739,512	13,200,583	212,859,541	82,962,971
Staff costs and allowances	5,549,881	12,326,203	19,673,184	38,888,332
Materials	11,833,951	2,622,701	31,977,596	9,695,471
Consultancy and professional fees	140,995	77,105	140,995	163,819
Other expenses	11,066	540	11,066	1,820,436
	<u>190,275,405</u>	<u>28,227,132</u>	<u>264,662,382</u>	<u>133,531,029</u>

15 Expected credit loss on financial assets

	Nine months ended 30 September	
	2022 AED (unaudited)	2021 AED (unaudited)
Contract assets (note 7)	3,083,084	-
Trade receivables (note 8)	1,912,209	-
Due from related parties (note 12)	3,864,661	-
	<u>8,859,954</u>	<u>-</u>

16 Contingent liabilities

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

	30 September 2022 AED (unaudited)	31 December 2021 AED (audited)
Performance guarantees	<u>247,948,601</u>	<u>218,558,288</u>
Letters of credit	<u>-</u>	<u>5,475,698</u>
Capital commitments	<u>4,279,715</u>	<u>6,013,790</u>

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

17 Financial instruments

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

18 Seasonality of results

No income of a seasonal nature was recorded in the condensed statement of profit or loss for the nine months ended 30 September 2022 and 2021.

19 Subsequent events

There were no events subsequent to the reporting date that would adjust the amounts of assets, liabilities, income or expenses or that should be disclosed in this condensed interim financial information.

20 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 6 October 2022.