

**MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG)
AND ITS SUBSIDIARIES**

**LIMITED REVIEW REPORT
AND INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

Interim condensed consolidated financial statements
For the Nine-month period ended 30 September 2025

Limited review report

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Financial statements

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*Limited review report
On the interim condensed consolidated financial statements*

To the Board of Directors of Middle East Glass Manufacturing Company (MEG) (S.A.E.)

Introduction

We have conducted a limited review for the accompanying interim condensed consolidated statement of financial position of Middle East Glass Manufacturing Company (MEG) (S.A.E.) (the "Company") and its subsidiaries (together the "Group") as of 30 September 2025 and the related interim condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows for the nine-month period then ended. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with Egyptian Accounting Standard 30 "Interim financial statements", and our responsibility is limited to expressing a conclusion on these interim condensed consolidated financial statements based on our limited review.

Scope of limited review

We have conducted our limited review in accordance with the Egyptian Standard on Review Engagements No. 2410 "Review of Interim Financial Statements Performed by the Independent Auditor of the Entity". A limited review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other limited review procedures. A limited review is substantially less in scope than an audit conducted in accordance with Egyptian 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 on these interim condensed consolidated financial statements.

Conclusion

In light of our limited review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with Egyptian Accounting Standard 30 "Interim financial statements".


Hisham Mohamed Hamed
R.A.A. 39411
F.R.A 422

10 November 2025
Cairo

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MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

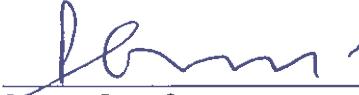
**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS OF 30 SEPTEMBER 2025**

(All amounts in Egyptian Pounds)	Note	30 September 2025	31 December 2024
Assets			
Non-current assets			
Property, plant and equipment	5	2,984,889,996	2,450,708,759
Prepayments of property, plant and equipment		34,726,864	136,389,549
Intangible assets		273,956,438	279,080,948
Deferred tax assets		152,914,843	260,576,449
Total non-current assets		3,446,488,141	3,126,755,705
Current assets			
Inventories		862,407,532	774,629,265
Trade and other receivables	6	2,581,247,371	2,225,889,102
Cash and cash equivalents		649,059,327	889,138,780
Total current assets		4,092,714,230	3,889,657,147
Total assets		7,539,202,371	7,016,412,852
Equity and liabilities			
Equity			
Issued and paid-up capital	9	62,627,993	62,627,993
Reserves		674,052,337	674,052,337
Retained earnings		1,519,693,994	1,111,618,754
Total equity		2,256,374,324	1,848,299,084
Liabilities			
Non-current liabilities			
Bank borrowings	8/b	1,196,750,092	1,694,666,774
Retirement benefits obligations		15,896,030	14,229,513
Deferred tax liabilities		7,142,559	7,858,021
Long term notes payable		-	19,083,687
Total non-current liabilities		1,219,788,681	1,735,837,995
Current liabilities			
Provisions		104,843,003	106,600,833
Trade and other payables	7	1,477,001,916	1,368,239,157
Income tax liability		147,016,107	282,031,172
Bank Borrowings	8/a	2,230,166,757	1,609,711,797
Interest payable		104,011,583	65,692,814
Total current liabilities		4,063,039,366	3,432,275,773
Total liabilities		5,282,828,047	5,168,113,768
Total equity and liabilities		7,539,202,371	7,016,412,852

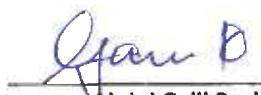
- The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.
- Limited review report attached.



Mohamed Khalifa
Chief Financial Officer



Peter Carpenter
Director



Abdul Galil Besher
Chairman

10 November 2025

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(All amounts in Egyptian Pounds)	Note	Nine-month ended 30 September		Three-month ended 30 September	
		2025	2024	2025	2024
Revenue from contracts with customers	4/a	4,410,488,316	4,036,078,079	1,481,875,430	1,429,405,163
Cost of sales		(2,615,166,686)	(2,198,093,569)	(919,435,000)	(848,621,229)
Gross profit		1,795,321,630	1,837,984,510	562,440,430	580,783,934
Selling and marketing expenses		(147,733,634)	(111,930,695)	(54,723,424)	(43,077,388)
General and administrative expenses		(219,149,083)	(423,425,287)	(76,005,386)	(297,999,211)
Other operating income	4/b	116,251,188	494,443,041	35,678,459	86,407,815
Other operating expenses	4/c	(139,522,724)	(65,628,129)	(68,802,681)	(32,859,901)
Operating profit		1,405,167,377	1,731,443,440	398,587,398	293,255,249
Finance costs		(401,949,243)	(373,398,163)	(138,919,893)	(136,503,628)
Foreign currency translation gain / (loss)		125,916,677	(361,497,161)	72,083,337	(15,166,671)
Finance income		19,487,663	59,633,724	4,999,798	16,158,595
Net finance costs		(256,544,903)	(675,261,600)	(61,836,758)	(135,511,704)
Profit before income tax		1,148,622,474	1,056,181,840	336,750,640	157,743,545
Income tax expense	4/d	(284,214,561)	(269,152,738)	(100,031,832)	(48,651,076)
Profit for the period		864,407,913	787,029,102	236,718,808	109,092,469
Basic and diluted earnings per share attributable to: -					
Equity holders of parent company		12.87	11.89	3.71	1.68

- The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(All amounts in Egyptian Pounds)	Nine-month ended 30 September		Three-month ended 30 September	
	2025	2024	2025	2024
Profit for the period	864,407,913	787,029,102	236,718,808	109,092,469
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	864,407,913	787,029,102	236,718,808	109,092,469
Total comprehensive income for the period is attributable to:				
Equity holder of parent company	864,407,913	787,029,102	236,718,808	109,092,469
	864,407,913	787,029,102	236,718,808	109,092,469

- The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(All amounts in Egyptian Pounds)

	Issued and paid-up capital	Reserves				Total
		Legal reserve	Share premium reserve	Other reserves	Retained earnings	
Balance at 1 January 2024						
(Before the effect of EAS 13)	62,627,993	31,313,996	629,609,334	13,129,007	702,367,420	1,439,047,750
Effect of applying EAS 13 (Note 2.2-C)	-	-	-	-	(794,785,684)	(794,785,684)
Deferred tax of applying EAS 13 (Note 2.2-C)	-	-	-	-	178,826,779	178,826,779
Balance at 1 January 2024						
(After the effect of EAS 13)	62,627,993	31,313,996	629,609,334	13,129,007	86,408,515	823,088,845
Total comprehensive income for the period	-	-	-	-	787,029,102	787,029,102
Profit share distribution to employees	-	-	-	-	(45,220,686)	(45,220,686)
Balance at 30 September 2024	62,627,993	31,313,996	629,609,334	13,129,007	828,216,931	1,564,897,261
Balance at 1 January 2025						
Total other comprehensive income for the period	-	-	-	-	864,407,913	864,407,913
Dividends distribution (Note 11)	-	-	-	-	(407,081,955)	(407,081,955)
Profit share distribution to employees (Note 11)	-	-	-	-	(49,250,718)	(49,250,718)
Balance at 30 September 2025	62,627,993	31,313,996	629,609,334	13,129,007	1,519,693,994	2,256,374,324

- The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(All amounts in Egyptian Pounds)	Note	30 September 2025	30 September 2024
<u>Cash flows from operating activities</u>			
Profit for the period before tax		1,148,622,474	1,056,181,840
<u>Adjusted by:</u>			
Interest expenses		384,141,807	354,785,393
Depreciation and amortization		295,204,251	211,948,595
Loss on sale of property, plant and equipment	4/c	199,746	76,316
Finance income		(19,487,663)	(59,633,724)
Provisions formed		708,625	12,438,852
Provisions no longer required	4/b	(28,607)	-
Retirement benefit obligations provision		4,230,000	2,700,000
Foreign currency translation (gain) / loss		(125,916,677)	361,497,161
Operating profit before changes in working capital		1,687,673,956	1,939,994,433
<u>Change in working capital</u>			
Inventories		(87,778,267)	(149,738,703)
Trade and other receivables		(453,589,231)	(894,714,692)
Trade and other payables		84,133,029	520,977,231
Provisions used		(1,757,830)	(32,562,675)
Cash flows generated from operations		1,228,681,657	1,383,955,594
Payment of employees' retirement benefits		(2,563,483)	(2,977,147)
Interest paid		(340,984,915)	(268,393,823)
Income tax paid		(263,275,331)	(188,334,623)
Net cash flows generated from operating activities		621,857,928	924,250,001
<u>Cash flows from investing activities</u>			
Purchase of property, plant and equipment		(697,903,561)	(368,459,671)
Advance payment for Property, plant and equipment suppliers		(29,133,900)	(183,180,058)
Payments for purchase of intangible assets		-	(13,978,401)
Proceeds from sale of Property, plant and equipment		4,239,422	-
Payments for purchase of financial assets at amortized cost		-	(144,153,240)
Proceeds from matured financial assets at amortized cost		-	365,055,850
Finance income received		19,487,663	65,374,852
Cash flows used in investing activities		(703,310,376)	(279,340,668)
<u>Cash flows from financing activities</u>			
Short-term credit facilities - net movement		669,954,950	169,055,347
Repayments of bank borrowings		(421,500,000)	(393,500,000)
Dividends paid to the shareholders		(407,081,955)	-
Net cash used in financing activities		(158,627,005)	(224,444,653)
Net (decrease) / increase in cash and cash equivalents		(240,079,453)	420,464,680
Cash and cash equivalents at beginning of the period		889,138,780	800,764,700
Cash and cash equivalents at end of the period		649,059,327	1,221,229,380

- The accompanying notes from 1 to 14 form an integral part of these interim condensed consolidated financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

1. General information

Middle East Glass Manufacturing Company (MEG) (S.A.E.) was established in 1979 as an Egyptian joint stock Company under the provisions of Law No. 43 of 1974 as amended by Law No. 230 of 1989 as amended by Law No. 8 of 1997 and is registered in the commercial register under number 193770 Cairo. The address of the Company's registered office is Nasr City, 6 Mokhayam El-Daem Street 6th District, Industrial Zone, Cairo – Arab Republic of Egypt.

The Company is listed on the Egyptian Stock Exchange (EGX).

The Company and its subsidiaries together comprise "the Group."

The Group's main activity is production of all types of Glass containers. The Group may engage in the sale and export of its products in Glass containers and carry out all direct industrial or commercial supplemental activities that are licensed for this activity. The Group may have Authority or participate in any way with bodies that carry out similar activities or cooperate with them in their purpose in Egypt or abroad. It may also be followed by approval from General Authority of Investment.

The parent of the Group is MENA Glass Holdings Limited with 93.01% ownership.

These consolidated financial statements were approved for issuance by the Board of Directors of the Company on 10 November 2025.

Percentage of ownership in subsidiaries

The group consists of the companies below as of 30 September 2025 unless otherwise was noted, and the percentage of the Group's share of the companies is direct ownership of the ordinary shares of the paid-up capital only.

Subsidiaries	Location	Functional currency	Ownership interest held by the group	Ownership interest held by the group	Activity
			2025	2024	
Middle East Glass Containers Sadat	Egypt	Egyptian Pound	99.99992%	99.99992%	Manufacturing Glass Containers
MEG Misr for Glass MEG (S.A.E.)	Egypt	Egyptian Pound	99.99993%	99.99993%	Sale and distribution of glass
Misr for Glass Manufacturing S.A.E.	Egypt	Egyptian Pound	Owned 99.9997% by MEG Misr for Glass MEG (S.A.E)	Owned 99.9997% by MEG Misr for Glass MEG (S.A.E)	Manufacturing all kinds of Glass Containers and the acquisition of other entities that operate in the same field

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these interim condensed consolidated financial statements summarized below. They were applied consistently over the presented financial periods unless otherwise stated:

2.1 Basis of preparation of the interim condensed consolidated financial statements

This interim condensed consolidated financial statements for the nine-months reporting period ended 30 September 2025 has been prepared in accordance with Egyptian Accounting Standard (30) "Interim Financial Statements".

This interim condensed consolidated financial statement does not include all the notes of the type normally included in an annual financial statement. Accordingly, this interim condensed consolidated financial statement is to be read in conjunction with the annual financial statement for the year ended 31 December 2024 and any public announcements made by the Company during the interim reporting period.

2.2 Effect of applying Egyptian Accounting Standard No. (13)

On March 3, 2024, the prime minister has issued decree No. 636, amending the Egyptian Accounting Standard No.13 (EAS 13) "the effect of changes in foreign currency exchange rates", paragraph 57A, effective from 1 January 2024.

The Group has applied the amendment in paragraph EAS13.57A and made an assessment to determine whether there is lack of exchangeability of foreign currencies against the Egyptian Pound. Below is summary of the outcome of that assessment.

A) Lack of Exchangeability assessment

The Group assessed that there is no lack of exchangeability for assets denominated in foreign currencies as at 1 January 2024, the date of application of EAS 13 revised. This assessment was made on the premise that assets denominated in foreign currencies may be exchanged at the bank at any point of time without any difficulty.

The Group management is confident that their forecasted cash flows will prevent a negative foreign currency position. The management believe that the Group's assets will sufficiently cover liabilities in foreign currency from exporting operations and the foreign currency generated from these activities. Furthermore, the Group has not experienced any default incidents related to foreign currency liabilities in the past when they came due.

The Group also assessed that the lack of exchangeability for liabilities denominated in foreign currencies, and believes that the Group's expected future cash inflows in foreign currency would be sufficient to settle the Group's liabilities denominated in foreign currencies, however as at 1 January 2024, total liabilities denominated in foreign currencies exceeded the available monetary assets in foreign currencies, and according to the revised standard EAS 13 "Effects of changes in foreign exchange rates" these assets and liabilities have been revaluated at 1 January 2024 using the first rate that was available to the Group (USD 1=EGP 47.22, GBP 1 = 59.61 and EUR 1= EGP 50.97) to source foreign currency subsequent to the application date of the revised standard during March 2024, as summarized below.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

2. Summary of significant accounting policies (continued)

2.2 Effect of applying Egyptian Accounting Standard No. (13) (continued)

B) Currency Position

Below is summary of monetary assets and liabilities denominated in USD, GBP and EUR outstanding from 1 January 2024 till 31 March 2024:

Statement of financial positions line item	Outstanding balances from 1 January 2024	Outstanding balances from 1 January 2024	Outstanding balances from 1 January 2024
	USD	GBP	EUR
Total assets in foreign currency			
Cash and cash equivalents	19,532,000	-	-
Account receivables	703,471	-	-
Total	20,235,471	-	-
Total liabilities in foreign currency			
Loans	(66,666,669)	-	-
Trade payables	(1,920,683)	(20,809)	(283,193)
Total	(68,587,352)	(20,809)	(283,193)
Net liabilities position	(48,351,881)	(20,809)	(283,193)

C) Monetary effect of applying EAS 13 Revised

The following table represents the effect of EAS 13 revised on opening retained earnings:

Description	Foreign currency	Balance in foreign currency	Difference of using the estimated exchange rate on profit / (loss)		Deferred income tax on profit / (loss) EGP	Net Effect on R.E Increase / (decrease) EGP
			EGP	EGP		
	USD	(48,351,881)	(789,586,211)		177,656,898	(611,929,313)
	GBP	(20,809)	(422,009)		94,952	(327,057)
Net liabilities	EUR	(283,193)	(4,777,464)		1,074,929	(3,702,535)
Net			(794,785,684)		178,826,779	(615,958,905)

3. Segment information

The Group's activities are organised into one segment which is wholly related to the manufacturing and sale of glass containers. This is in accordance with the presentations to the Board of Directors. Therefore, entity wide information required under EAS 41 "operating segments" are already included in the financial statements. No other information required to be disclosed.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

4. Profit or loss information

a) Revenue from contracts with customers

	Nine-month period ended		Three-month period ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
Local sales	2,271,746,222	1,861,141,968	794,424,284	623,783,677
Export sales	2,138,742,094	2,174,936,111	687,451,146	805,621,486
	4,410,488,316	4,036,078,079	1,481,875,430	1,429,405,163

b) Other operating income

	Nine-month period ended		Three-month period ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
Export incentives	73,301,413	160,908,153	17,040,659	52,557,288
Scrap sales	29,741,906	38,007,656	10,878,357	17,602,924
Provision no longer required	28,607	-	15,945	-
Tax differences	-	357,018	-	-
Gain on sale of property, plant and equipment	-	-	368,894	-
Foreign currency translation gain from operations	-	273,013,269	-	8,656,255
Other income	13,179,262	22,156,945	7,374,604	7,591,348
	116,251,188	494,443,041	35,678,459	86,407,815

c) Other operating expense

	Nine-month period ended		Three-month period ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
Consultancy Fees	2,437,872	4,403,388	60,028	1,242,500
Social health contribution	16,683,906	15,465,496	5,190,529	5,785,131
Non-recurring production losses	16,246,374	14,036,859	6,695,336	6,997,757
Provision formed	708,625	12,438,852	246,158	12,587,073
Tax Differences	14,630,616	-	14,265,164	-
Loss on sale of property, plant and equipment	199,746	76,316	-	67,549
Government labor office expense	11,375,938	5,740,123	3,791,980	1,983,699
Export incentive stamp tax	680,300	-	11,692	-
Foreign currency translation loss from operations	61,226,724	-	31,135,434	-
Other expenses	15,332,623	13,467,095	7,406,360	4,196,192
	139,522,724	65,628,129	68,802,681	32,859,901

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

4. Profit or loss information (continued)

d) Income tax

	Nine-month period ended		Three-month period ended	
	30 September 2025	30 September 2024	30 September 2025	30 September 2024
Income tax expense	(177,268,426)	(287,205,054)	(83,320,826)	(47,663,994)
Deferred income tax	(106,946,135)	18,052,316	(16,711,006)	(987,082)
	(284,214,561)	(269,152,738)	(100,031,832)	(48,651,076)

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

5. Property, plant and equipment

	Land	Buildings	Machinery, equipment & moulds	Vehicles and transportation	Furniture & office equipment	Computers & software	Projects under construction	Total
<u>31 December 2024</u>								
Cost								
Balance at beginning of the year	422,644,822	288,555,112	2,833,028,865	45,844,949	12,665,151	31,773,109	75,485,380	3,709,997,388
Additions	-	8,634,934	312,677,116	4,689,040	4,166,843	3,573,858	264,602,731	598,344,522
Disposals	-	-	(45,385,141)	(274,671)	(138,070)	(16,170)	(2,900,653)	(48,714,705)
Transferred from projects under construction	-	22,309,992	217,387,262	-	933,006	632,113	(241,262,373)	-
Balance at the end of the year	422,644,822	319,500,038	3,317,708,102	50,259,318	17,626,930	35,962,910	95,925,085	4,259,627,205
Accumulated depreciation								
Balance at beginning of the year	-	(131,084,964)	(1,378,058,055)	(27,550,883)	(9,645,262)	(19,809,341)	-	(1,566,148,505)
Depreciation expense	-	(12,946,677)	(263,528,535)	(5,820,724)	(1,444,299)	(4,767,439)	-	(288,507,674)
Disposals Depreciation	-	-	45,317,590	274,671	137,724	7,748	-	45,737,733
Balance at the end of the year	-	(144,031,641)	(1,596,269,000)	(33,096,936)	(10,951,837)	(24,569,032)	-	(1,808,918,446)
Net book value at the end of the year	422,644,822	175,468,397	1,721,439,102	17,162,382	6,675,093	11,393,878	95,925,085	2,450,708,759
<u>30 September 2025</u>								
Cost								
Balance at beginning of the period	422,644,822	319,500,038	3,317,708,102	50,259,318	17,626,930	35,962,910	95,925,085	4,259,627,205
Additions	-	6,380,293	333,944,082	7,914,744	3,563,612	4,586,903	472,310,512	828,700,146
Disposals	-	-	(148,359,234)	(443,718)	-	-	-	(148,802,952)
Transferred from projects under construction	-	6,741,165	459,011,591	980,000	362,380	39,461	(467,134,597)	-
Balance at the end of the period	422,644,822	332,621,496	3,962,304,541	58,710,344	21,552,922	40,589,274	101,101,000	4,939,524,399
Accumulated depreciation								
Balance at beginning of the period	-	(144,031,641)	(1,596,269,000)	(33,096,936)	(10,951,837)	(24,569,032)	-	(1,808,918,446)
Depreciation expense	-	(11,068,813)	(268,649,526)	(4,666,505)	(1,670,103)	(4,024,794)	-	(290,079,741)
Disposals Depreciation	-	-	143,920,089	443,695	-	-	-	144,363,784
Balance at the end of the period	-	(155,100,454)	(1,720,998,437)	(37,319,746)	(12,621,940)	(28,593,826)	-	(1,954,634,403)
Net book value at the end of the period	422,644,822	177,521,042	2,241,306,104	21,390,598	8,930,982	11,995,448	101,101,000	2,984,889,996

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025**

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

5. Property, plant and equipment (continued)

The balance of project under construction as of 30 September 2025 is represented as follows:

	30 September 2025	31 December 2024
Batch house	43,890,989	43,890,989
Machinery	32,166,164	36,591,030
Building	3,111,085	860,613
New Project-10th Ramadan Land	20,776,146	11,802,491
Furnace	-	2,645,484
Others	1,156,616	134,478
	101,101,000	95,925,085

6. Trade and other receivables

	30 September 2025	31 December 2024
Trade receivables - net	1,455,483,979	1,031,852,894
Contract assets	347,948,454	407,195,504
Export Incentive	356,683,720	354,735,270
Tax authority – sales tax on purchases	194,566,427	162,460,317
Tax authority – advance payment	17,935,869	17,935,869
Debtors and other receivable	201,964,267	247,049,853
Due from related parties	6,664,655	4,659,395
	2,581,247,371	2,225,889,102

7. Trade and other payables

	30 September 2025	31 December 2024
Trades and notes payable	811,513,348	717,261,118
Accrued Expenses	508,583,897	493,790,177
Contract liabilities	78,197,511	93,839,070
Social insurance authority	7,465,206	4,476,963
Creditors and other payable	41,261,198	40,705,557
Withholding tax and other taxes	29,980,756	18,166,272
	1,477,001,916	1,368,239,157

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

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(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

8. Bank borrowings

	30 September 2025	31 December 2024
a) Bank borrowings - current portion		
Bank borrowings	797,833,351	847,333,341
Short term credit facilities	1,432,333,406	762,378,456
Total current portion	2,230,166,757	1,609,711,797
b) Bank borrowings non-current portion		
Bank borrowings	1,196,750,092	1,694,666,774
Total non-current portion	1,196,750,092	1,694,666,774
Total	3,426,916,849	3,304,378,571

In November 2019, the Group companies signed medium term loan agreements with the International Finance Corporation ("IFC") and Commercial International Bank "CIB" for a total of \$100 Million to refinance its existing medium-term debt and to provide funding for capital expenditure to increase production capacity, including furnace rebuilds, new production equipment, printing machines, resource efficiency improvements and streamlining of the cullet processing operation. The full amount of the facilities was disbursed in 2020 and resulted in settlement of all existing medium-term bank borrowings. The outstanding loan balance as of 30 September 2025 amounts to EGP 1,994,583,443.

The loans have a seven-year tenor with 18-month grace and carry interest at 6-month SOFR plus a margin.

The loans are secured with the following security package:

- First ranking real estate mortgage over all the lands and buildings owned by the Group with the net carrying amounts of EGP 600 million (31 December 2024: 598 million).
- A first ranking Commercial Establishment Mortgage over the tangible and intangible assets owned by the Group.
- Promissory Notes corresponding to the repayment dates and amounts.
- First ranking Share Pledge in favour of the Senior Secured Lenders or an agent acting on their behalf over the shares owned by the Group.

c) Interest accrued balance on the group's borrowing at 30 September 2025 amounts to EGP 104,011,583 (31 December 2024: EGP 65,692,814).

9. Issued and paid-up capital

The issued and paid capital of the company amounted to EGP 62,627,993 allocated to 62,627,993 shares with a nominal value of EGP 1 for each share, and distributed as follows:

Shareholders	30 September 2025 and 31 December 2024		
	No. of Shares	Value of shares	Shareholding %
MENA Glass Holdings Limited	58,250,357	58,250,357	93.01%
IGC Holdings Limited	3,968,175	3,968,175	6.34%
Other shareholders	409,461	409,461	0.65%
	62,627,993	62,627,993	100%

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

10. Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due, due to a shortage of funding. The Group's exposure to liquidity risk results primarily from the mismatching of the maturities of its assets and liabilities.

Management makes cash flow projections on periodic basis, and take the necessary actions to negotiate with suppliers, follow-up the collections from customers and manage inventory balances in order to ensure sufficient cash is maintained to discharge the Group's liabilities. The Group's management monitors liquidity requirements to ensure it has sufficient cash and cash equivalents to meet operational needs while maintaining sufficient cash cover to meet the cash outflows to settle the obligations of loans and borrowings to be able to maintain financial terms, guarantees and covenants at all times.

The Group limits liquidity risk by maintaining sufficient bank facilities and reserves, by monitoring cash forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. Balances due to suppliers are normally settled with an average of 120 days from the date of purchase.

The table below summarises the maturities of the Group's undiscounted financial liabilities at 30 September 2025 and 31 December 2024, based on contractual payment dates and current market interest rates.

	Between			
	Less than 6 months	6 month & 1 year	Between 1 & 2 years	More than 2 years
30 September 2025				
Trade and other payables *	1,361,358,443	-	-	-
Short term credit facilities	1,432,333,406	-	-	-
Loans and borrowings	398,916,676	398,916,675	797,833,333	398,916,759
Future Interest	176,823,947	54,609,278	36,406,191	18,203,106
Total	3,369,432,472	453,525,953	834,239,524	417,119,865
31 December 2024				
Trade and other payables *	1,251,756,877	-	19,695,218	-
Short term credit facilities	762,378,456	-	-	-
Loans and borrowings	423,666,671	423,666,670	847,333,330	847,333,444
Future Interest payment	176,107,547	90,339,331	120,452,453	40,150,833
Total	2,613,909,551	514,006,001	987,481,001	887,484,277

* Creditors and other payables presented above excludes contract liabilities, social insurance authority and tax liabilities.

11. Dividends distribution

On 27 March 2025, the Ordinary General Assembly of Middle East Glass Manufacturing Company (MEG) (S.A.E.) approved a dividend of the amount of EGP 456,332,673. This dividend has been approved by General Authority for investment and free zone on 8 April 2025.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

11. Dividends distribution

On 27 March 2025, the Ordinary General Assembly of Middle East Glass Manufacturing Company (MEG) (S.A.E.) approved a dividend of the amount of EGP 456,332,673. This dividend has been approved by General Authority for investment and free zone on 8 April 2025.

12. Financial instruments by category

The Company's financial instruments are represented in cash and cash equivalents, trade receivables, debtors, investments, trade payables, notes payables, creditors, loans and credit facilities. The book value of these financial instruments does not differ significantly from fair value at the financial position date.

13. Significant events during the period

- A) The Monetary Policy Committee of the Central Bank of Egypt in its extraordinary meetings to decrease the overnight deposits and lending interest rates and the Central Bank main operation as follows:
 - On 17 April 2025, The Committee decreased the interest rates by 225 basis points reaching 25%, 26%, and 25.5%, respectively. The credit and discount rates were also decreased by 225 basis points, reaching 25.5%.
 - On 22 May 2025, The Committee decreased the interest rates by 100 basis points, bringing them to 24%, 25%, and 24.5%, respectively. The credit and discount rate were also decreased by 100 basis points to 24.5%. This decision reflects the latest economic developments and outlook since the previous meeting.
- B) On 13 June 2025, an armed conflict erupted in the Middle East, raising concerns about its potential impact on the Egyptian economy. Following intensive negotiations, the parties involved reached a ceasefire agreement on 24 June 2025. The Company is currently assessing this situation carefully to understand the overall impact on its performance and future strategies
- C) Merger of the Group companies
 - On 27 July 2025, the Company received the report of the committee established by virtue of the Minister of Investment and International Cooperation no. 95 for the year 2018 regarding the verification of the validity of the initial valuation of the assets and liabilities for the purpose of merging the Merged Companies and the Merging Company at net book value based on the companies' financial statements of 31 December 2024 and which was unanimously approved by the Board of Directors.
 - On 5 August 2025 the Board of Directors of Middle East Glass Manufacturing Company S.A.E. initially resolved unanimously to approve the proposal of the merger of the group companies being Misr Glass Manufacturing Company S.A.E. ("Merged Company 1"), MEG Misr for Glass S.A.E. ("Merged Company 2"), Middle East Glass Containers – Sadat S.A.E. ("Merged Company 3"), into Middle East Glass Manufacturing Company S.A.E. ("Merging Company") based on the net book value of the Merged Companies and Merging Company as of 31 December 2024 financial statements to be presented to the Extraordinary General Assembly for final approval.
 - On 17 September 2025, the Company obtained approval of the Financial Regulatory Authority on the disclosure report submitted pursuant to Article 48 of the Listing Rules, which recorded the merger of the Merged Companies in the Merging Company at net book value based on the 31 December 2024 financial statements.

MIDDLE EAST GLASS MANUFACTURING COMPANY (MEG) AND ITS SUBSIDIARIES

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2025

(IN THE NOTES ALL AMOUNTS ARE SHOWN IN EGYPTIAN POUNDS UNLESS OTHERWISE STATED)

14. Subsequent events

- On 2 October 2025, The Monetary Policy Committee (MPC) of the Central Bank of Egypt (CBE) decided to decrease the CBE's overnight deposit rate, overnight lending rate, and the rate of the main operation by 100 basis points to 21%, 22%, and 21.50%, respectively. The Committee also decided to cut the discount rate to 21.5%. This decision reflects the Committee's updated assessment of inflation dynamics and outlook since the previous MPC meeting.
- On 19 October 2025, the Company's Extraordinary General Assembly meeting of shareholders approved the merger of the Merged Companies and the Merging Company at net book value based on the companies' financial statements of 31 December 2024."