

Dubai Electricity and Water  
Authority PJSC and  
its subsidiaries

Condensed consolidated interim  
financial information  
*for the six month period ended  
30 June 2024 (unaudited)*

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim financial information *for the six month period ended 30 June 2024 (unaudited)*

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# Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Information

**To the Shareholders of Dubai Electricity and Water Authority PJSC**

## Introduction

We have reviewed the accompanying 30 June 2024 condensed consolidated interim financial information of Dubai Electricity and Water Authority PJSC ("DEWA" or "the Authority" or "the Company") and its subsidiaries ("the Group"), which comprises:

- the condensed consolidated interim statement of financial position as at 30 June 2024;
- the condensed consolidated interim statements of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2024;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2024;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2024; and
- notes to the condensed consolidated interim financial information.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, "*Interim Financial Reporting*". Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

## Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*". A review of condensed consolidated 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.



**Dubai Electricity and Water Authority PJSC**  
Independent Auditors' Report on Review of  
Condensed Consolidated Interim Financial Information  
30 June 2024

## Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2024 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, *"Interim Financial Reporting"*.

KPMG Lower Gulf Limited

Emilio Pera  
Registration No.: 1146  
Dubai, United Arab Emirates

Date: 08 August 2024

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim statement of financial position as at

	Notes	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	6	157,000,538	155,917,149
Intangible assets	7	432,858	462,367
Investments accounted for using the equity method	8	640	640
Derivative financial instruments	9	1,538,514	980,417
Financial assets at fair value through other comprehensive income	10	54,939	54,153
Investment property	11	85,645	85,645
Other assets	12	1,166,593	1,205,646
Financial assets at fair value through profit or loss	13.1	179,139	155,663
Other financial assets at amortised cost	13.2	3,228,498	3,285,620
Deferred tax assets	14	174,937	103,899
<b>Total non-current assets</b>		<b>163,862,301</b>	<b>162,251,199</b>
<b>Current assets</b>			
Derivative financial instruments	9	538,442	584,850
Other assets	12	852,893	625,241
Financial assets at fair value through profit or loss	13.1	15,043	10,000
Other financial assets at amortised cost	13.2	3,107,520	2,688,441
Inventories	15	1,505,140	1,401,155
Trade receivables	16	4,426,595	3,420,058
Short-term deposits	17	3,468,561	4,894,389
Cash and cash equivalents	18	4,779,717	5,300,171
<b>Total current assets</b>		<b>18,693,911</b>	<b>18,924,305</b>
<b>Total assets</b>		<b>182,556,212</b>	<b>181,175,504</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	19	500,000	500,000
Capital contribution	19	40,042,992	40,042,997
Retained earnings	19	46,663,664	47,253,178
Statutory reserve	19	591,346	591,346
Hedging reserve	19	1,032,847	824,722
<b>Equity attributable to the Owners of the Company</b>		<b>88,830,849</b>	<b>89,212,243</b>
Non-controlling interests		<b>4,291,224</b>	<b>3,489,111</b>
<b>Total equity</b>		<b>93,122,073</b>	<b>92,701,354</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Derivative financial instruments	9	42,483	3,732
Deferred tax liabilities	14	83,133	11,997
Borrowings	20	25,560,441	27,341,537
Retirement benefit obligations	21	1,046,046	1,020,240
Lease liabilities	22	24,228	16,281
Other long term liabilities	23	33,094,543	33,391,742
<b>Total non-current liabilities</b>		<b>59,850,874</b>	<b>61,785,529</b>
<b>Current liabilities</b>			
Borrowings	20	13,395,170	11,546,029
Lease liabilities	22	15,642	15,966
Trade and other payables	24	16,024,962	14,926,695
<b>Total current liabilities</b>		<b>29,435,774</b>	<b>26,488,690</b>
<b>Total liabilities</b>		<b>89,286,648</b>	<b>88,274,219</b>
<b>Total equity and liabilities</b>		<b>182,408,721</b>	<b>180,975,573</b>
Regulatory deferral account-credit balance	25	147,491	199,931
<b>Total equity, liabilities and regulatory deferral account-credit balance</b>		<b>182,556,212</b>	<b>181,175,504</b>

To the best of our knowledge, the condensed consolidated interim financial information fairly represents in all material respects, the financial position, results of operation and cash flows for the Group as of and for the six month period ended 30 June 2024.

The condensed consolidated interim financial information was approved and signed on behalf of the Board of Directors on 8 August 2024 by:

Managing Director &  
Chief Executive Officer

Chairman

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

The notes on pages 9 to 44 form an integral part of this condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim statements of profit or loss and other comprehensive income

Notes	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Revenue	27 <b>13,664,071</b>	12,729,429	<b>7,864,070</b>	7,293,615
Cost of sales	28 <b>(8,990,911)</b>	(8,382,227)	<b>(4,954,186)</b>	(4,482,122)
<b>Gross profit</b>	<b>4,673,160</b>	4,347,202	<b>2,909,884</b>	2,811,493
Administrative expenses	29 <b>(1,746,548)</b>	(1,279,327)	<b>(642,340)</b>	(592,276)
Credit impairment reversal/(loss)	30 <b>28,825</b>	(39,633)	<b>13,356</b>	(38,156)
Other income	31 <b>356,615</b>	86,911	<b>36,233</b>	42,374
<b>Operating profit</b>	<b>3,312,052</b>	3,115,153	<b>2,317,133</b>	2,223,435
Finance income	32 <b>480,382</b>	449,611	<b>219,370</b>	247,308
Finance costs	32 <b>(1,034,724)</b>	(911,166)	<b>(503,836)</b>	(514,898)
Finance costs – net	32 <b>(554,342)</b>	(461,555)	<b>(284,466)</b>	(267,590)
<b>Profit for the period before net movement in regulatory deferral account</b>	<b>2,757,710</b>	2,653,598	<b>2,032,667</b>	1,955,845
Net movement in regulatory deferral account	25 <b>52,440</b>	86,233	<b>59,901</b>	20,807
<b>Profit for the period after net movement in regulatory deferral account</b>	<b>2,810,150</b>	2,739,831	<b>2,092,568</b>	1,976,652
Income tax expense	14 <b>(252,746)</b>	-	<b>(186,062)</b>	-
<b>Profit for the period after net movement in regulatory deferral account and tax</b>	<b>2,557,404</b>	2,739,831	<b>1,906,506</b>	1,976,652
<b>Other comprehensive income</b>				
<i>Items that will not be reclassified to profit or loss</i>				
Remeasurements of retirement benefit obligations	21.1 <b>1,726</b>	8,558	<b>1,726</b>	8,446
<i>Items that may be reclassified to profit or loss</i>				
Cash flow hedges – reclassified to profit or loss		(335,023)	(258,683)	(179,631)
Cash flow hedges – effective portion of changes in fair value of derivative financial instruments		<b>805,763</b>	201,017	<b>171,955</b>
Debt instrument at FVOCI – change in fair value	10 <b>786</b>	986	<b>58</b>	328
Income tax expense	14 <b>(71,686)</b>	-	<b>(21,432)</b>	-
Other comprehensive income/(loss) for the period	<b>401,566</b>	(48,122)	<b>(27,324)</b>	583,563
<b>Total comprehensive income for the period</b>	<b>2,958,970</b>	2,691,709	<b>1,879,182</b>	2,560,215
<b>Profit for the period attributable to</b>				
- Owners of the Company		<b>2,507,797</b>	2,674,014	<b>1,860,375</b>
- Non-controlling interests		<b>49,607</b>	65,817	<b>46,131</b>
		<b>2,557,404</b>	2,739,831	<b>1,906,506</b>
<b>Total comprehensive income for the period attributable to</b>				
- Owners of the Company		<b>2,717,289</b>	2,650,347	<b>1,843,920</b>
- Non-controlling interests		<b>241,681</b>	41,362	<b>35,262</b>
		<b>2,958,970</b>	2,691,709	<b>1,879,182</b>
<b>Earnings per share</b>				
Basic and diluted earnings per share (AED)	36 <b>0.050</b>	0.053	<b>0.037</b>	0.039

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

The notes on pages 9 to 44 form an integral part of this condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim statement of changes in equity

	Attributable to the Owners						Non-controlling interests AED'000	Total equity AED'000
	Share capital AED'000	Capital contribution AED'000	Statutory reserve AED'000	Hedging reserve AED'000	Retained earnings AED'000	Total AED'000		
<b>At 1 January 2023 (Audited)</b>	500,000	40,042,885	591,346	954,247	47,338,862	89,427,340	2,953,130	92,380,470
<b><i>Total comprehensive income for the period</i></b>								
Profit for the period	-	-	-	-	2,674,014	2,674,014	65,817	2,739,831
Other comprehensive income for the period	-	-	-	(29,012)	5,345	(23,667)	(24,455)	(48,122)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(29,012)</b>	<b>2,679,359</b>	<b>2,650,347</b>	<b>41,362</b>	<b>2,691,709</b>
<b><i>Transactions with the Owners</i></b>								
Capital contribution by non-controlling interests	-	-	-	-	-	-	188,032	188,032
Dividends (refer note 35)	-	-	-	-	(4,770,000)	(4,770,000)	(189,070)	(4,959,070)
<b>At 30 June 2023 (Unaudited)</b>	<b>500,000</b>	<b>40,042,885</b>	<b>591,346</b>	<b>925,235</b>	<b>45,248,221</b>	<b>87,307,687</b>	<b>2,993,454</b>	<b>90,301,141</b>

The notes on pages 9 to 44 form an integral part of this condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim statement of changes in equity (*continued*)

	Attributable to the Owners						Non-controlling interests AED'000	Total equity AED'000
	Share capital AED'000	Capital contribution AED'000	Statutory reserve AED'000	Hedging reserve AED'000	Retained earnings AED'000	Total AED'000		
<b>At 1 January 2024 (Audited)</b>	<b>500,000</b>	<b>40,042,997</b>	<b>591,346</b>	<b>824,722</b>	<b>47,253,178</b>	<b>89,212,243</b>	<b>3,489,111</b>	<b>92,701,354</b>
<b>Total comprehensive income for the period</b>								
Profit for the period	-	-	-	-	2,507,797	2,507,797	49,607	2,557,404
Other comprehensive loss for the period	-	-	-	208,125	1,367	209,492	192,074	401,566
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>208,125</b>	<b>2,509,164</b>	<b>2,717,289</b>	<b>241,681</b>	<b>2,958,970</b>
<i>Transactions with the Owners</i>								
Capital contribution – value of plots of land	-	(5)	-	-	-	(5)	-	(5)
Capital contribution by non-controlling interests	-	-	-	-	-	-	750,892	750,892
Acquisition of minority interest	-	-	-	-	1,322	1,322	(1,481)	(159)
Dividends (refer note 35)	-	-	-	-	(3,100,000)	(3,100,000)	(188,979)	(3,288,979)
<b>At 30 June 2024 (Unaudited)</b>	<b>500,000</b>	<b>40,042,992</b>	<b>591,346</b>	<b>1,032,847</b>	<b>46,663,664</b>	<b>88,830,849</b>	<b>4,291,224</b>	<b>93,122,073</b>

The notes on pages 9 to 44 form an integral part of this condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

## Condensed consolidated interim statement of cash flows

Notes	For the six month period ended 30 June	
	2024	2023
	AED'000 (Unaudited)	AED'000 (Unaudited)
<b>Cash flows from operating activities</b>		
Profit for the period after tax	<b>2,557,404</b>	2,739,831
<i>Adjustments for:</i>		
Depreciation	6 <b>3,195,886</b>	2,826,005
Amortisation	7 <b>43,034</b>	38,030
Provision for slow moving and obsolete inventory	15 <b>(6,726)</b>	6,900
Fair value adjustments		32,635
(Reversal)/charge for impairment of trade receivables	30 <b>(28,825)</b>	39,633
Deferred income	27 <b>(565,553)</b>	(532,525)
Deferred tax income	14 <b>(71,588)</b>	-
Retirement benefit obligations – gratuity	21.1 <b>47,988</b>	43,638
Retirement benefit obligations – pensions	21.2 <b>64,505</b>	62,458
Ineffective portion on derivative financial instruments	32 <b>(2,198)</b>	(5,048)
Gain on modification of lease		(87)
Gain on sale of property, plant and equipment		(718)
Assets written off	29 <b>261,113</b>	-
Insurance claim income	31 <b>(260,985)</b>	-
Finance income	32 <b>(478,184)</b>	(444,442)
Finance costs	32 <b>1,034,724</b>	911,045
<i>Operating cash flows before changes in operating assets and liabilities</i>	<b>5,789,790</b>	5,717,731
<i>Changes in operating assets and liabilities:</i>		
Inventories	15 <b>(97,259)</b>	15,173
Trade receivables	16 <b>(977,712)</b>	(688,703)
Other financial assets		(98,444)
Other assets	12 <b>(188,599)</b>	(8,417)
Trade and other payables		<b>1,391,459</b>
Movement in regulatory deferral account-credit balance	25 <b>(52,440)</b>	(86,233)
<i>Net operating cash flows</i>	<b>5,766,795</b>	5,524,503
Payment for retirement benefit obligations – gratuity	21.1 <b>(18,061)</b>	(24,328)
Payment for retirement benefit obligations – pensions	21.2 <b>(67,560)</b>	(65,738)
<b>Net cash generated from operating activities</b>	<b>5,681,174</b>	<b>5,434,437</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

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

Notes	For the six month period ended 30 June	
	2024	2023
	AED'000 (Unaudited)	AED'000 (Unaudited)
<i>Net cash generated from operating activities</i>	<b>5,681,174</b>	5,434,437
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment net of movements in trade payables and other long-term liabilities	(4,222,220)	(3,306,204)
Deposits with original maturity of greater than three months – placed	(3,617,804)	(35,700)
Deposits with original maturity of greater than three months – matured	5,043,632	3,511,367
Additions to investment property	-	(7,572)
Acquisition of non-controlling interests	(159)	-
Purchase of intangible assets	7 (2,855)	(11,124)
UAE National Bonds and Sukuk Bonds – placed	(506,356)	(258,125)
UAE National Bonds and Sukuk Bonds – matured	402,652	430,934
Interest received	522,800	355,074
Proceeds from disposal of property, plant and equipment	3,816	446
<i>Net cash (used in)/generated from investing activities</i>	<b>(2,376,494)</b>	<b>679,096</b>
<b>Cash flows from financing activities</b>		
Repayments of borrowings	(2,264,603)	(1,496,656)
Proceeds from borrowings	1,563,833	933,603
Capital contribution by non-controlling interests	750,892	188,032
Interest paid	(1,319,802)	(1,174,097)
Payment of lease liabilities	(8,701)	(6,943)
Dividend paid to the Owners	(3,100,000)	(4,770,000)
Dividends paid to non-controlling interests	(188,979)	(189,070)
<i>Net cash used in financing activities</i>	<b>(4,567,360)</b>	<b>(6,515,131)</b>
<i>Net decrease in cash and cash equivalents</i>	<b>(1,262,680)</b>	<b>(401,598)</b>
Cash and cash equivalents, beginning of period	18.1 4,658,317	4,722,296
<b>Cash and cash equivalents, end of period</b>	<b>18.1 3,395,637</b>	<b>4,320,698</b>

The independent auditors' report on review of condensed consolidated interim financial information is set out on pages 1 and 2.

The notes on pages 9 to 44 form an integral part of this condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information  
for the six month period ended 30 June 2024 (unaudited)

## 1 Establishment and operations

Dubai Electricity and Water Authority (“DEWA” or “the Authority” or “the Company”) was incorporated on 1 January 1992 in the Emirate of Dubai by a decree (“the Original Decree”) issued by H.H. The Ruler of Dubai, effective 1 January 1992, as an independent public authority having the status of a body corporate, and financially and administratively independent from the Government. In accordance with the Original Decree, all rights, property and assets of Dubai Electricity Company (“DEC”) and Dubai Water Department (“the Department”) belonging to the Government, were vested in the Authority, and the Authority was held responsible for all liabilities and debts of DEC and the Department, of any kind whatsoever. Together, DEC and the Department formed DEWA from the effective date of the Original Decree.

The principal activities of the Authority, in accordance with the Original Decree and Decree No. 13 of 1999 which amended some of the provisions of the Original Decree, comprise water desalination and distribution and the generation, transmission and distribution of electricity, throughout the Emirate of Dubai. The registered address of the Authority is P.O. Box 564, Dubai, United Arab Emirates (“UAE”).

In prior years, the Authority was wholly owned by the Government of Dubai which announced its plan to list the shares of the Authority on the Dubai Financial Market (DFM). In the year 2022, Department of Finance (DoF), Government of Dubai had sold 18% of its shareholding in the Authority through an Initial Public Offering (“IPO”). The Authority got listed on the Dubai Financial Market (DFM) and its shares started trading with effect from 12 April 2022.

In the previous year, the Government of Dubai passed Law No. 25 of 2023 establishing Dubai Investment Fund (DIF). The Department of Finance (DoF), Government of Dubai transferred its shareholding in Dubai Electricity and Water Authority PJSC to DIF. The ultimate controlling party of the Group is Government of Dubai. The ownership structure of the Authority is as follows:

	Ownership before listing
Dubai Investment Fund (DIF)	82%
Local and international investors (including institutional and retail investors)	18%
	<b>100%</b>

DEWA and its subsidiaries are collectively referred to as “the Group”. The Group either directly or indirectly controls following significant subsidiaries, which are domiciled in UAE:

Name of the entity	Percentage of beneficial ownership		Principal business activities
	30 June 2024 (Unaudited)	31 December 2023 (Audited)	
Al Etihad Energy Services Company LLC	100	100	Implement energy efficiency measures in buildings
Etihad Clean Energy Development Company LLC	100	100	Buildings energy efficiency services, solar energy systems rental and solar energy systems installation
Jumeirah Energy International Holdings LLC (JEIHL)	100	100	Holding Company
Jumeirah Energy International LLC (JEI)	100	100	Holding Company

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 1 Establishment and operations (*continued*)

Name of the entity	Percentage of beneficial ownership		Principal business activities
	30 June 2024	31 December 2023	
	(Unaudited)	(Audited)	
Mai Dubai LLC	100	100	Purification and sale of potable water
Hassyan Energy 1 Holdings LLC	100	100	Holding Company
Shuaa Energy 2 Holdings LLC	100	100	Holding Company
Shuaa Energy 3 Holdings LLC	100	100	Holding Company
Jumeirah Energy International Capital Holding LLC	100	100	Holding Company
Jumeirah Energy International Silicon Valley LLC	100	100	Holding Company
Noor Energy 1 Holdings LLC	100	100	Holding Company
Data Hub Integrated Solutions LLC (MORO)	100	100	Established to provide services including IT, and infrastructure, networking and computer system housing services
Digital DEWA LLC	100	100	Investment in commercial, industrial, retail trade and energy enterprises and management
Infra X	100	100	To provide services including IT and computer housing services
Dubai Green Fund Investments LLC	100	100	To invest and manage commercial, industrial, retail trade and energy enterprises
Utilities Management Company LLC	78	78	Holding Company
Emirates Central Cooling Systems Corporation PJSC (EMPOWER)	56	56	Provision of district cooling services, management, maintenance of central cooling plants and related distribution networks
EMPOWER FM LLC	56	56	Air conditioning, ventilation and air filtration system, installation and maintenance
EMPOWER Engineering & Consultancy LLC	56	56	Project development consultant services
Palm Utilities LLC	56	56	Establish and operate district cooling projects and provide air conditioning, ventilator and refrigeration services
Palm District Cooling LLC (PDC)	56	56	Establish and operate district cooling projects and provide air conditioning, ventilator and refrigeration services.
EMPOWER Logstor LLC	56	54.3	Manufacturing of pre-insulated pipes, mainly for district cooling

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 1 Establishment and operations (*continued*)

Name of the entity	Percentage of beneficial ownership		Principal business activities
	30 June 2024	31 December 2023	
	(Unaudited)	(Audited)	
Shuaa Energy 2 P.S.C	<b>60</b>	60	Establish and provide full range of services for generation of electricity
Innogy International Middle East LLC	<b>51</b>	51	Energy projects consultancy, desalination and sewage treatment plants operations and maintenance
Shuaa Energy 1 P.S.C	<b>51</b>	51	Establish and provide full range of services for generation of electricity
Hassyan Energy Phase 1 P.S.C	<b>51</b>	51	Establish and provide full range of services for generation of electricity
Noor Energy 1 P.S.C	<b>51</b>	51	Establish and provide full range of services for generation of electricity
Digital X LLC	<b>100</b>	100	Establish and provide full range of services for information technology, data entry, network consultancies
Smart Energy X LLC	<b>100</b>	100	Establish and provide full range of services for parking management electronic systems installation and maintenance
Shuaa Energy 3 P.S.C	<b>60</b>	60	Establish and provide full range of services for generation of electricity
Forward Investments Limited	<b>100</b>	100	Holding Company
Dubai Carbon Centre of Excellence	<b>100</b>	100	Energy projects engineering consultancy and carbon control systems trading
SecureX	<b>100</b>	100	Computer systems housing services, communication equipment, software design, data classification & analysis services, IT infrastructure, data centre co-location services and information technology network services
Space D	<b>100</b>	100	Managing & operating satellites & provision satellite services, wired & wireless communication systems installation and space situational tracking, monitoring & awareness services

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 1 Establishment and operations (*continued*)

<b>Name of the entity</b>	<b>Percentage of beneficial ownership</b>		<b>Principal business activities</b>
	<b>30 June 2024</b>	<b>31 December 2023</b>	
		<b>(Unaudited)</b>	<b>(Audited)</b>
EMPOWER Snow LLC	<b>56</b>	56	Establish and operate district cooling projects and provide air-conditioning, ventilation and refrigeration services
Hassyan Water Company A Holdings LLC *	<b>100</b>	100	Holding Company
Shuaa Energy 4 Holding LLC *	<b>100</b>	100	Holding Company
Shuaa Energy 4 P.S.C *	<b>60</b>	60	Establish and provide full range of services for generation of electricity
Hassyan Water Company A P.S.C *	<b>60</b>	60	Establish and provide full range of services for production of desalinated water

\* In the previous year, the Group had two new holding companies each with 100% ownership of the Authority. The objective was to establish the project companies through these holding companies towards expansion of generation of electricity and desalination of water. The project companies were also incorporated during the previous year with 60% ownership.

## 2 Material accounting policies

The principal accounting policies applied by the Group in the preparation of this condensed consolidated interim financial information are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

### 2.1 Basis of preparation

The condensed consolidated interim financial information for the six month period ended 30 June 2024 have been prepared in accordance with International Accounting Standard 34 '*Interim Financial Reporting*'.

The Group's condensed consolidated interim financial information are presented in UAE Dirhams (AED), which is also the Group's functional currency. Subsidiaries and joint ventures determine their own functional currency and items included in the financial information of these companies are measured using that functional currency. All financial information presented in AED has been rounded to the nearest thousand.

The accounting policies applied are consistent with those of the annual consolidated financial statements for the year ended 31 December 2023, as described in those financial statements, except for certain new and revised standards that became effective in the current period (if applicable). This condensed consolidated interim financial information does not include all the notes of the type normally included in the annual consolidated financial statements. Accordingly, this condensed consolidated interim financial information should be read in conjunction with the annual consolidated financial statements for the year ended 31 December 2023.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 2 Material accounting policies (*continued*)

### 2.1 Basis of preparation (*continued*)

The preparation of condensed consolidated interim financial information in conformity with International Financial Reporting Standards (“IFRS”) requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the Group’s condensed consolidated interim financial information are consistent with the annual consolidated financial statements for the year ended 31 December 2023.

Results for the six month period ended 30 June 2024 are not necessarily indicative of the results that may be expected for the year ending 31 December 2024.

### 2.2 Basis of measurement

This condensed consolidated interim financial information has been prepared on a historical cost basis except for financial assets and financial liabilities measured at fair value, wherever applicable.

### 2.3 Use of estimates and judgments

In preparing the condensed consolidated interim financial information, management has made judgments, estimates and assumptions that affect the application of the Group’s accounting policies and the reported amount of assets and liabilities, income and expenses.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. In preparing this condensed consolidated interim financial information, the significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the annual consolidated financial statements as at and for the year ended 31 December 2023.

### 2.4 New standards, amendments and interpretations

#### *New standards, amendments and interpretations issued but not yet effective*

A number of new standards are effective for annual periods beginning after 1 January 2024 and earlier application is permitted, however, the Group has not early adopted the new or amended standards in preparing the condensed consolidated interim financial information.

The following amended standards and interpretations are not expected to have a material impact on the Group’s condensed consolidated interim financial information:

	<b>Effective date</b>
Lack of Exchangeability – Amendments to IAS 21	1 January 2025
Sale of contribution of assets between an Investor and its Associate or Joint Venture – Amendments to IFRS 10 and IAS 28	Available for optional adoption/effective date deferred indefinitely

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 2 Material accounting policies (*continued*)

### *New standards, amendments and interpretations effective during the period*

The following new or amended standards that are required to be adopted in annual periods beginning on 1 January 2024 and do not have a material impact on the Group's condensed consolidated interim financial information:

	<b>Effective date</b>
Non-current liabilities with covenants – Amendments to IAS 1 and classifications of liabilities as Current or Non-current – Amendments to IAS 1	1 January 2024
Lease liabilities in a Sale and Leaseback – Amendments to IFRS 16	1 January 2024
Supplier Finance Arrangements – Amendments to IAS 7 and IFRS 7	1 January 2024

## 3 Financial risk management

### 3.1 Financial risk factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, price risk and cash flow and fair value interest rate risk), credit risk and liquidity risk.

The condensed consolidated interim financial information does not include all financial risk management information and disclosures required in the annual consolidated financial statements. Accordingly, this condensed consolidated interim financial information should be read in conjunction with the annual consolidated financial statements as at 31 December 2023. There have been no changes in the risk management department or in any risk management policies since the year end.

### 3.2 Fair value estimation

All financial assets and liabilities are initially measured at cost, which is the fair value of the consideration given and received respectively. These financial assets and liabilities are subsequently measured at amortised cost.

The carrying value of financial assets and financial liabilities approximates their fair value except derivatives which are the only financial instruments which are carried at fair value and fall into Level 2 of the fair value hierarchy.

To provide an indication about the reliability of the inputs used in determining fair value disclosed in this condensed consolidated interim financial information, the Group has classified its financial instruments into three levels described below:

- a. Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- b. Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2); and
- c. Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 4 Seasonality of operations

Due to the seasonal nature of the operations of the Group, higher revenues and operating profits are usually expected in the second half of the year than the first six months. In the year ended 31 December 2023, 44% of revenue accumulated in the first half of the year, with 56% accumulating in the second half.

## 5 Segment reporting

*Information about reportable segments and reconciliation of information on reportable segments to the amount reported in the condensed consolidated interim financial information*

Information related to each reportable segment is set out below. Segment profit (loss) before tax is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate in the same industries.

30 June 2024 (Unaudited)	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
<b>Segment assets</b>						
Non-current assets	139,176,784	8,822,114	34,787,050	3,237,805	(22,161,452)	163,862,301
Current assets	10,149,064	2,226,127	3,046,089	4,907,418	(1,634,787)	18,693,911
<b>Total assets</b>	<b>149,325,848</b>	<b>11,048,241</b>	<b>37,833,139</b>	<b>8,145,223</b>	<b>(23,796,239)</b>	<b>182,556,212</b>
<b>Segment liabilities</b>						
Non-current liabilities	44,699,670	5,872,188	22,273,460	65,112	(13,059,556)	59,850,874
Current liabilities	17,420,458	1,898,241	10,010,645	4,634,774	(4,528,344)	29,435,774
Regulatory deferral account-credit balance	147,491	-	-	-	-	147,491
<b>Total liabilities and regulatory deferral account-credit balance</b>	<b>62,267,619</b>	<b>7,770,429</b>	<b>32,284,105</b>	<b>4,699,886</b>	<b>(17,587,900)</b>	<b>89,434,139</b>
<b>Net segment assets</b>	<b>87,058,229</b>	<b>3,277,812</b>	<b>5,549,034</b>	<b>3,445,337</b>	<b>(6,208,339)</b>	<b>93,122,073</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 5 Segment reporting (*continued*)

*Information about reportable segments and reconciliation of information on reportable segments to the amount reported in the condensed consolidated interim financial information (*continued*)*

	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
31 December 2023 (Audited)	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Segment assets						
Non-current assets	138,265,694	8,761,136	32,286,973	3,227,245	(20,289,849)	162,251,199
Current assets	11,960,209	967,030	3,090,836	4,497,709	(1,591,479)	18,924,305
Total assets	<u>150,225,903</u>	<u>9,728,166</u>	<u>35,377,809</u>	<u>7,724,954</u>	<u>(21,881,328)</u>	<u>181,175,504</u>
Segment liabilities						
Non-current liabilities	45,058,859	4,871,282	27,433,664	68,208	(15,646,484)	61,785,529
Current liabilities	17,640,360	1,545,883	4,759,462	4,382,218	(1,839,233)	26,488,690
Regulatory deferral account-credit balance	<u>199,931</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>199,931</u>
Total liabilities and regulatory deferral account-credit balance	<u>62,899,150</u>	<u>6,417,165</u>	<u>32,193,126</u>	<u>4,450,426</u>	<u>(17,485,717)</u>	<u>88,474,150</u>
Net segment assets	<u>87,326,753</u>	<u>3,311,001</u>	<u>3,184,683</u>	<u>3,274,528</u>	<u>(4,395,611)</u>	<u>92,701,354</u>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 5 Segment reporting (*continued*)

*Segment wise statement of profit or loss and other comprehensive income*

	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
<b>30 June 2024 (Unaudited)</b>	<b>AED'000</b>	<b>AED'000</b>	<b>AED'000</b>	<b>AED'000</b>	<b>AED'000</b>	<b>AED'000</b>
Sale of electricity	8,825,151	-	1,046,173	-	(1,476,352)	8,394,972
Sale of water	2,834,325	-	-	-	(97,723)	2,736,602
District cooling	-	1,348,730	-	-	-	1,348,730
Others	1,165,057	32,225	-	805,537	(819,052)	1,183,767
<b>Segment revenue</b>	<b>12,824,533</b>	<b>1,380,955</b>	<b>1,046,173</b>	<b>805,537</b>	<b>(2,393,127)</b>	<b>13,664,071</b>
Cost of sales	(8,453,531)	(743,533)	(639,281)	(457,042)	1,302,476	(8,990,911)
<b>Gross profit</b>	<b>4,371,002</b>	<b>637,422</b>	<b>406,892</b>	<b>348,495</b>	<b>(1,090,651)</b>	<b>4,673,160</b>
Administrative expenses	(1,488,795)	(116,511)	(300,932)	(263,765)	423,455	(1,746,548)
Credit impairment reversal	27,934	462	-	429	-	28,825
Other income	306,686	3,026	279,113	17,482	(249,692)	356,615
<b>Operating profit</b>	<b>3,216,827</b>	<b>524,399</b>	<b>385,073</b>	<b>102,641</b>	<b>(916,888)</b>	<b>3,312,052</b>
Finance income	117,117	22,437	289,535	106,380	(55,087)	480,382
Finance costs	(294,974)	(118,686)	(951,810)	(19,093)	349,839	(1,034,724)
Finance (costs)/income – net	(177,857)	(96,249)	(662,275)	87,287	294,752	(554,342)
Net movement in regulatory deferral account	52,440	-	-	-	-	52,440
Income tax (expense)/benefit	(259,930)	(38,621)	18,860	(16,678)	43,623	(252,746)
<b>Profit/(loss) for the period after tax</b>	<b>2,831,480</b>	<b>389,529</b>	<b>(258,342)</b>	<b>173,250</b>	<b>(578,513)</b>	<b>2,557,404</b>
<b>Other comprehensive income</b>						
Items that will not be reclassified to profit or loss						
Remeasurements of retirement benefit obligations	-	1,726	-	-	-	1,726
Items that may be reclassified to profit or loss						
Cash flow hedges – reclassified to profit or loss	-	-	(335,023)	-	-	(335,023)
Cash flow hedges – effective portion of changes in fair value of derivate financial instruments	-	-	805,763	-	-	805,763
Debt instrument at FVOCI – change in fair value	-	786	-	-	-	786
Income tax expense	-	(71)	(71,615)	-	-	(71,686)
Other comprehensive income for the period	-	2,441	399,125	-	-	401,566
<b>Total comprehensive income for the period</b>	<b>2,831,480</b>	<b>391,970</b>	<b>140,783</b>	<b>173,250</b>	<b>(578,513)</b>	<b>2,958,970</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 5 Segment reporting (*continued*)

*Segment wise statement of profit or loss and other comprehensive income (*continued*)*

	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
30 June 2023 (Unaudited)	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Sale of electricity	8,254,583	-	859,043	-	(1,213,715)	7,899,911
Sale of water	2,677,149	-	-	-	(67,465)	2,609,684
District cooling	-	1,209,065	-	-	-	1,209,065
Others	718,358	15,766	-	682,481	(405,836)	1,010,769
Segment revenue	11,650,090	1,224,831	859,043	682,481	(1,687,016)	12,729,429
Cost of sales	(7,779,985)	(644,119)	(635,409)	(432,577)	1,109,863	(8,382,227)
Gross profit	3,870,105	580,712	223,634	249,904	(577,153)	4,347,202
Administrative expenses	(1,311,406)	(106,184)	(33,192)	(177,153)	348,608	(1,279,327)
Other income	313,354	2,940	8,461	6,833	(244,677)	86,911
Credit impairment loss	(38,055)	-	-	(1,578)	-	(39,633)
Operating profit	2,833,998	477,468	198,903	78,006	(473,222)	3,115,153
Finance income	197,535	32,012	181,101	84,521	(45,558)	449,611
Finance costs	(440,982)	(106,524)	(599,711)	(14,903)	250,954	(911,166)
Finance (costs)/income – net	(243,447)	(74,512)	(418,610)	69,618	205,396	(461,555)
Net movement in regulatory deferral account	86,233	-	-	-	-	86,233
Profit/(loss) for the period	2,676,784	402,956	(219,707)	147,624	(267,826)	2,739,831
<i>Other comprehensive income</i>						
<i>Items that will not be reclassified to profit or loss</i>						
Remeasurements of retirement benefit obligations	-	8,558	-	-	-	8,558
<i>Items that may be reclassified to profit or loss</i>						
Cash flow hedges – reclassified to profit or loss	-	-	(258,683)	-	-	(258,683)
Cash flow hedges – effective portion of changes in fair value of derivative financial instruments	-	-	201,017	-	-	201,017
Debt instrument at FVOCI – change in fair value	-	986	-	-	-	986
Other comprehensive income for the period	-	9,544	(57,666)	-	-	(48,122)
Total comprehensive income/(loss) for the period	2,676,784	412,500	(277,373)	147,624	(267,826)	2,691,709

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 5 Segment reporting (*continued*)

### Other segment information

	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
30 June 2024 (Unaudited)	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Capital expenditure (property, plant and equipment)	2,199,828	242,180	3,204,131	144,317	(391,439)	5,399,017
Depreciation (property, plant and equipment)	2,455,719	164,136	309,773	276,652	(10,394)	3,195,886
31 December 2023 (Audited)	DEWA	EMPOWER	IPP	Others	Eliminations/ adjustments	Total
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Capital expenditure (property, plant and equipment)	5,550,286	275,625	2,432,927	137,438	(276,507)	8,119,769
Depreciation (property, plant and equipment)	4,929,502	332,884	449,408	367,027	(35,707)	6,043,114

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 6 Property, plant and equipment

	Land and buildings AED'000	Right-of-use assets AED'000	Generation and desalination plants AED'000	Transmission and distribution networks AED'000	Other equipment and assets AED'000	Capital work in progress AED'000	Total AED'000
<b>Year ended 31 December 2023</b>							
Opening net book amount (Audited)	39,331,768	34,824	33,631,921	50,563,201	697,548	29,770,149	154,029,411
Additions	357	25,153	201,837	430,969	105,230	7,356,223	8,119,769
Transfers	384,133	1,064	20,081,691	3,098,692	205,719	(23,771,299)	-
Transfers to intangible assets (refer note 7)	-	-	-	-	-	(53,671)	(53,671)
Modification of right-of-use assets	-	(75)	-	-	-	-	(75)
Write off	-	-	(114,972)	-	-	-	(114,972)
Disposals – net	(377)	-	(17,261)	(2,283)	(278)	-	(20,199)
Depreciation	(472,185)	(30,249)	(2,585,967)	(2,721,995)	(232,718)	-	(6,043,114)
<b>Closing net book amount (Audited)</b>	<b>39,243,696</b>	<b>30,717</b>	<b>51,197,249</b>	<b>51,368,584</b>	<b>775,501</b>	<b>13,301,402</b>	<b>155,917,149</b>
<b>At 31 December 2023</b>							
Cost	43,982,776	90,344	75,539,246	81,581,463	3,661,079	13,301,402	218,156,310
Accumulated depreciation	(4,739,080)	(59,627)	(24,341,997)	(30,212,879)	(2,885,578)	-	(62,239,161)
<b>Net book amount (Audited)</b>	<b>39,243,696</b>	<b>30,717</b>	<b>51,197,249</b>	<b>51,368,584</b>	<b>775,501</b>	<b>13,301,402</b>	<b>155,917,149</b>
<b>Period ended 30 June 2024</b>							
Opening net book amount (Audited)	39,243,696	30,717	51,197,249	51,368,584	775,501	13,301,402	155,917,149
Additions – net	927	17,171	21,630	87,233	37,024	5,235,032	5,399,017
Transfers	101,311	-	4,109,208	807,336	18,335	(5,036,190)	-
Transfers to intangible assets (refer note 7)	-	-	-	-	-	(10,670)	(10,670)
Modification of right-of-use assets	-	(576)	-	-	-	-	(576)
Write off	-	-	(1,105,216)	-	-	-	(1,105,216)
Disposals – net	(5)	(183)	(2,453)	-	(639)	-	(3,280)
Depreciation charge	(183,157)	(8,725)	(1,498,878)	(1,374,415)	(130,711)	-	(3,195,886)
<b>Closing net book amount (Unaudited)</b>	<b>39,162,772</b>	<b>38,404</b>	<b>52,721,540</b>	<b>50,888,738</b>	<b>699,510</b>	<b>13,489,574</b>	<b>157,000,538</b>
<b>At 30 June 2024</b>							
Cost	44,085,009	103,348	78,115,083	82,476,032	3,701,724	13,489,574	221,970,770
Accumulated depreciation	(4,922,237)	(64,944)	(25,393,543)	(31,587,294)	(3,002,214)	-	(64,970,232)
<b>Net book amount (Unaudited)</b>	<b>39,162,772</b>	<b>38,404</b>	<b>52,721,540</b>	<b>50,888,738</b>	<b>699,510</b>	<b>13,489,574</b>	<b>157,000,538</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 6 Property, plant and equipment (*continued*)

- (a) The Group has engaged in a joint operation pertaining to Emirates National Grid Corporation (“ENGc”). The Group’s share in the carrying amount of ENGc’s assets as at 30 June 2024 is AED 97 million (31 December 2023: AED 101 million) and is included under transmission and distribution networks.
- (b) During 2008, by way of a Decree issued by H.H. The Ruler of Dubai, all existing plots of land held by the Authority were transferred to the Authority. As a result, the Authority has capitalised the plots of land on the basis of valuations (i.e. valuation based on use limitations) obtained from the Land Department of the Government of Dubai, which is considered the deemed cost and has been treated as a capital contribution by the Government of Dubai.

As per communication from Department of Finance, Government of Dubai, effective 10 March 2022, the new land policy in respect of allotment and granting of lands in the Emirate of Dubai by the Dubai Land Department to the Authority will be in consideration for a rental value of AED 1 per plot per annum for 30 years. This policy shall apply to all future lands that will be allotted to the Authority, but not on the existing lands that are currently being governed under the existing regime. The Department of Finance, Government of Dubai and the Authority shall coordinate to take all actions and procedures to procure the issuance of a decree that shall formalize the proposed policy for all future lands.

- (c) The carrying value of property, plant and equipment, pledged as collateral on borrowings, amounts to AED 33,203 million (31 December 2023: AED 31,518 million) (refer note 20).
- (d) Capital work in progress mainly comprises construction of additional electricity generation, water desalination facilities, transmission and distribution networks and district cooling facilities.
- (e) The capitalised borrowing costs related to construction of electricity and water plants and transmission substations amounted to AED 310 million (31 December 2023: AED 813 million), which was calculated using a capitalisation rate of 4.97% (31 December 2023: 4.87%) (refer note 32).
- (f) Right-of-use assets mainly represents vehicles and other equipment as of the reporting date.
- (g) During the current period, the Group did not receive any land from the Land Department of the Government of Dubai (31 December 2023: AED 112 thousand (net)).
- (h) During the current period, a severe rainstorm in April 2024 struck through UAE, causing notable damage to the IPP companies, mainly the Solar Power Plants. Management has assessed the damages and its financial impact on the Group and accordingly written off the damaged assets. The restoration of assets is recorded in capital work in progress. The damages incurred are covered either by insurance or EPC contractors of IPP companies. Since, the expenses related to damages and income from recovery pertains to single event, the amounts have been netted off in the profit or loss.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 6 Property, plant and equipment (*continued*)

(i) Depreciation is allocated as detailed below:

	For the six month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Cost of sales		
- Generation and desalination expenditure (refer note 28.1)	1,555,789	1,230,342
- Transmission and distribution expenditure (refer note 28.2)	1,506,113	1,457,140
Administrative expenses (refer note 29)	133,984	138,523
	<b>3,195,886</b>	<b>2,826,005</b>

## 7 Intangible assets

	Computer software AED'000	Others AED'000	Total AED'000
<b>Year ended 31 December 2023</b>			
Opening net book amount (Audited)	118,984	352,139	471,123
Additions	21,437	-	21,437
Transfer from property, plant and equipment (refer note 6)	53,671	-	53,671
Amortisation	<u>(71,707)</u>	<u>(12,157)</u>	<u>(83,864)</u>
Closing net book amount (Audited)	<u>122,385</u>	<u>339,982</u>	<u>462,367</u>
 <b>At 31 December 2023</b>			
Cost	626,481	364,696	991,177
Accumulated amortisation	<u>(504,096)</u>	<u>(24,714)</u>	<u>(528,810)</u>
Net book amount (Audited)	<u>122,385</u>	<u>339,982</u>	<u>462,367</u>
 <b>Period ended 30 June 2024</b>			
Opening net book amount (Audited)	122,385	339,982	462,367
Additions	2,855	-	2,855
Transfer from property, plant and equipment (refer note 6)	10,670	-	10,670
Amortisation (refer note 28.1 & 29)	<u>(36,956)</u>	<u>(6,078)</u>	<u>(43,034)</u>
Closing net book amount (Unaudited)	<u>98,954</u>	<u>333,904</u>	<u>432,858</u>
 <b>At 30 June 2024</b>			
Cost	640,006	364,696	1,004,702
Accumulated amortisation	<u>(541,052)</u>	<u>(30,792)</u>	<u>(571,844)</u>
<b>Net book amount (Unaudited)</b>	<b><u>98,954</u></b>	<b><u>333,904</u></b>	<b><u>432,858</u></b>

During the current period, amortisation expense of AED 43 million (*for the six month period ended 30 June 2023: AED 38 million*) is included in cost of sales and administrative expenses (refer notes 28.1 and 29).

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 8 Investments accounted for using the equity method

The entities listed below have share capital solely consisting of ordinary shares, which are held by the Group.

Name of the entity	Country of incorporation	Effective % of holding		Carrying value	
		2024	2023	30 June	31 December
		%	%	AED'000 (Unaudited)	AED'000 (Audited)
Utility Management LLC	UAE	50	50	490	490
Eihad Smart Energy Solutions LLC	UAE	50	50	150	150
				<b>640</b>	<b>640</b>

All joint ventures are accounted for using the equity method of accounting and are immaterial to the Group.

## 9 Derivative financial instruments

The Group is exposed to interest rate movements on various borrowings maturing between 2024 and 2042. Some of the Group's subsidiaries have entered into a series of interest rate swaps for the duration of the borrowings to mitigate the risk of variation in future interest rates. These interest rate swaps were designated as cash flow hedges and were assessed to be highly effective. Unrealised gain of AED 806 million (*for the six month period ended 30 June 2023: AED 201 million*) relating to these hedging instruments is included in other comprehensive income. Realised gain during the period amounted to AED 335 million (*for the six month period ended 30 June 2023: AED 259 million*).

The tables below show a summary of the hedged items, the hedging instruments and their fair values. The notional amounts indicate the amount outstanding at the reporting date.

Description of the hedged item	Hedging instrument	Notional amount AED'000	Positive fair value AED'000	Negative fair value AED'000
<b>30 June 2024 (Unaudited)</b>				
Interest payments on floating rate loans	Interest rate swap	<b>24,712,066</b>	<b>2,076,956</b>	<b>42,483</b>
<b>31 December 2023 (Audited)</b>				
Interest payments on floating rate loans	Interest rate swap	<b>21,183,952</b>	<b>1,565,267</b>	<b>3,732</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
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## 9 Derivative financial instruments (continued)

The following table presents the Group's derivative assets and liabilities that are measured at fair value:

	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
<b>30 June 2024 (Unaudited)</b>				
<b>Assets measured at fair value</b>				
Derivative financial instruments (non-current portion)	-	1,538,514	-	1,538,514
Derivative financial instruments (current portion)	-	538,442	-	538,442
<b>Liabilities measured at fair value</b>				
Derivative financial instruments (non-current portion)	-	42,483	-	42,483
Derivative financial instruments (current portion)	-	-	-	-
<b>31 December 2023 (Audited)</b>				
<b>Assets measured at fair value</b>				
Derivative financial instruments (non-current portion)	-	980,417	-	980,417
Derivative financial instruments (current portion)	-	584,850	-	584,850
<b>Liabilities measured at fair value</b>				
Derivative financial instruments (non-current portion)	-	3,732	-	3,732
Derivative financial instruments (current portion)	-	-	-	-

Interest rate swaps were measured primarily using valuations provided by financial institutions based on the observable spot exchange rates and the yield curves of the respective swap contracts and were categorised in Level 2 hierarchy.

## 10 Financial assets at fair value through other comprehensive income (FVOCI)

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	54,153	52,911
Fair value adjustment during the period/year	786	1,242
At the end of the period/year	<b>54,939</b>	<b>54,153</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
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## **10 Financial assets at fair value through other comprehensive income (FVOCI) (continued)**

Financial assets at fair value through other comprehensive income pertains to an investment in Tier 1 Capital Certificates ("the Bonds") issued at their par value. The Bonds are listed perpetual instruments and carry non-cumulative interest at a rate of 6% per annum payable every six months at the discretion of the issuer. The Group has classified them as financial assets at fair value through other comprehensive income under IFRS 9 as the Bonds are not held for trading.

During the current period, gain recognised in other comprehensive income amounted to AED 1 million (*31 December 2023: AED 1 million*).

## **11 Investment property**

	<b>30 June 2024</b> <b>AED'000</b> <b>(Unaudited)</b>	<b>31 December 2023</b> <b>AED'000</b> <b>(Audited)</b>
Investment property	<b><u>85,645</u></b>	<b><u>85,645</u></b>

*The movement in investment property is as follows:*

	<b>30 June 2024</b> <b>AED'000</b> <b>(Unaudited)</b>	<b>31 December 2023</b> <b>AED'000</b> <b>(Audited)</b>
At the beginning of the period/year	<b>85,645</b>	72,859
Addition during the period/year	-	12,786
At the end of the period/year	<b><u>85,645</u></b>	<b><u>85,645</u></b>

The Group's subsidiary started construction of its head quarter project in 2021. The investment property includes land amounting to AED 2.5 million (*31 December 2023: AED 2.5 million*).

The investment property was completed in the previous year and the fair value approximates to AED 110 million as at 31 December 2023. The fair value as at 30 June 2024 approximates to the fair value as at 31 December 2023.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 12 Other assets

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Advance to suppliers	<b>1,776,804</b>	1,657,910
Prepayments	<b>242,682</b>	172,977
	<b>2,019,486</b>	1,830,887
Less: non-current portion	<b>(1,166,593)</b>	(1,205,646)
Current portion	<b>852,893</b>	625,241

## 13 Financial assets

### 13.1 Financial assets at fair value through profit or loss

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Investment in equity instruments	<b>179,139</b>	155,663
Investment in debt instruments	<b>15,043</b>	10,000
	<b>194,182</b>	165,663
Less: non-current portion	<b>(179,139)</b>	(155,663)
Current portion	<b>15,043</b>	10,000

### 13.2 Other financial assets at amortised cost

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
UAE National Bonds and Sukuk Bonds	<b>1,368,435</b>	1,264,731
Investment in other debt instruments	<b>1,336,499</b>	1,516,166
Other receivables	<b>3,770,765</b>	3,332,845
Less: provision for impairment on other receivables	<b>(139,681)</b>	(139,681)
	<b>6,336,018</b>	5,974,061
Less: non-current portion	<b>(3,228,498)</b>	(3,285,620)
Current portion	<b>3,107,520</b>	2,688,441

Other financial assets at amortised cost include investments in UAE National Bonds and Sukuk Bonds amounting to AED 1,368 million (31 December 2023: AED 1,265 million), which have a maturity of 12 months from the date of purchase. UAE National Bonds carry an interest rate ranging from 5% to 5.5% per annum (31 December 2023: 3.75% to 5.7% per annum).

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 13 Financial assets (*continued*)

### 13.2 Other financial assets at amortised cost (*continued*)

As at 30 June 2024, investment in debt instruments and other receivables amounting to AED 5,107 million (31 December 2023: AED 4,849 million) are not impaired except for an amount of AED 140 million (31 December 2023: AED 140 million). The carrying amount of the Group's other receivables is primarily denominated in AED and approximates its fair value.

Other receivables mainly include financial assets under IFRIC 12, housing and sewerage fee receivable on behalf of a related party and interest receivable on bank deposits.

## 14 Income tax

### Components of income tax

The components of income for the periods are:

	For the six month period ended 30 June	
	2024 AED'000	2023 AED'000
<i>Amounts recognised in profit or loss:</i>		
Current tax expense	324,334	-
Deferred tax credit	(71,588)	-
	<u>252,746</u>	<u>-</u>
<i>Amounts recognised in other comprehensive income:</i>		
Current tax expense	71	-
Deferred tax expense	71,615	-
	<u>71,686</u>	<u>-</u>
	<u>324,432</u>	<u>-</u>

Income tax expense is recognised at an amount determined by multiplying the profit before tax for the interim reporting period by management's best estimate of the weighted-average annual income tax rate expected for the full financial year, adjusted for the tax effect of certain items recognised in full in the interim period. As such, the effective tax rate in the condensed consolidated interim financial information may differ from management's estimate of the effective tax rate for the annual consolidated financial statements.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 14 Income tax (*continued*)

*Reconciliation between the tax expense and profit or loss multiplied by applicable tax rate*

The income tax rate applicable to the Group's income is 9% (*for the six month period ended 30 June 2023: Nil*). A reconciliation between the expected and the actual tax charge is provided below:

	For the six month period ended 30 June	
	2024 AED'000	2023 AED'000
Profit before tax	<u>2,810,150</u>	2,739,831
Tax on profit at corporate tax rate of 9%	<b>252,914</b>	-
Deferred tax not recognised on losses of a subsidiary	<b>5,140</b>	-
Permanent difference on account of expenses disallowed	<b>3,175</b>	-
Recognition of previously unrecognised deductible temporary differences	(7,719)	-
Others	(764)	-
Income tax expense	<u><b>252,746</b></u>	<u>-</u>

The Group's consolidated effective tax rate in respect for the six month period ended 30 June 2024 was 9% (*for the six month period ended 30 June 2023: Nil*).

*Deferred taxes analysed by type of temporary difference*

Differences between IFRS Accounting Standards and statutory taxation regulations in the United Arab Emirates give rise to temporary differences between the carrying amount of assets and liabilities for financial reporting purposes and their tax bases. The tax effect of the movements in these temporary differences were not material to the condensed consolidated interim financial information.

During the current period, further deferred income tax credit/assets and deferred tax expense/liabilities were recognised, which mainly relate to:

- Deferred tax credit/asset of AED 39 million relates to tax impact on adjustments being made in the condensed consolidated interim financial information, which resulted from temporary differences in the carrying amount of property, plant and equipment compared with tax base of subsidiaries; not part of the same tax group. This has been recognised in profit or loss in the condensed consolidated interim financial information.
- Deferred tax credit/asset of AED 30 million pertaining to tax impact on losses of certain subsidiaries. These deferred tax assets were recognised in standalone books of those subsidiaries with the expectation of realisation and assurance beyond any reasonable doubt that future taxable income would be sufficient to allow the benefit of the loss to be realised. This has been recognised in profit or loss in the condensed consolidated interim financial information.
- Deferred tax expense/liabilities of AED 72 million relating to changes in fair value of derivative financial instruments, which has been recognised in the statement of other comprehensive income in the condensed consolidated interim financial information.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 15 Inventories

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Consumables and repair spares	747,962	634,349
Less: provision for slow moving and obsolete inventory	<u>(221,698)</u>	<u>(228,424)</u>
	526,264	405,925
Fuel	<u>978,876</u>	<u>995,230</u>
	<u><b>1,505,140</b></u>	<u><b>1,401,155</b></u>

### 15.1 Movement in provision for slow moving and obsolete inventory

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	228,424	220,021
Charge for the period/year	<u>(6,726)</u>	<u>8,403</u>
At the end of the period/year	<u><b>221,698</b></u>	<u><b>228,424</b></u>

## 16 Trade receivables

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Trade receivables	3,227,125	2,893,137
Accrued revenue	1,784,957	1,141,233
Less: provision for impairment of receivables	<u>(585,487)</u>	<u>(614,312)</u>
Trade receivables and accrued revenue – net	<u><b>4,426,595</b></u>	<u><b>3,420,058</b></u>

### 16.1 Movements in the provision for impairment of trade receivables are as follows:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	614,312	567,073
(Reversal)/charge for the period/year (refer note 30)	<u>(28,825)</u>	<u>47,239</u>
At the end of the period/year	<u><b>585,487</b></u>	<u><b>614,312</b></u>

The carrying amount of the Group's trade receivables is primarily denominated in AED and approximates its fair value. There has been no changes to ECL model assumptions.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
*for the six month period ended 30 June 2024 (unaudited)*

## 17 Short-term deposits

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Term deposits with banks	<b>3,476,934</b>	4,902,762
Less: provision for impairment on short-term deposits	<b>(8,373)</b>	<b>(8,373)</b>
	<b>3,468,561</b>	<b>4,894,389</b>

Term deposits amounting to AED 3,477 million (*31 December 2023: AED 4,903 million*) carries an interest ranging from 1.75% to 6% per annum (*31 December 2023: 1.25% to 6% per annum*).

Term deposits of up to AED 3 billion (*31 December 2023: AED 2.8 billion*) have been kept as lien against borrowings by a subsidiary.

## 18 Cash and cash equivalents

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Current and call accounts	<b>3,445,182</b>	4,789,922
Term deposits with banks with maturity less than 3 months	<b>1,332,635</b>	509,800
Cash on hand	<b>1,900</b>	449
	<b>4,779,717</b>	<b>5,300,171</b>

Cash and cash equivalents include AED 690 million (*31 December 2023: AED 1,327 million*) in foreign currencies. The majority of these balances are denominated in USD. These balances are held for settlement of existing and anticipated liabilities denominated in foreign currencies.

Cash and cash equivalents also include AED 2,285 million (*31 December 2023: AED 2,206 million*) of cash collected by local banks and government collection agencies on behalf of the Group.

### 18.1 Cash and cash equivalents for the purpose of statement of cash flows

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

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Cash and cash equivalents	<b>4,779,717</b>	5,300,171
Bank overdrafts (refer note 20)	<b>(1,384,080)</b>	<b>(641,854)</b>
Cash and cash equivalents for the purpose of statement of cash flows	<b>3,395,637</b>	<b>4,658,317</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 19 Equity

### (a) Share capital

In the prior years, an amount of AED 500 million had been transferred to share capital account from capital contribution. The Board of Directors of the Authority had authorised the breakup of the share capital into 50 billion shares of AED 0.01 each. All shares of the Authority shall rank equally with one another in all aspects. Hence, the share capital of the Authority consists of authorised and paid-up capital of AED 500 million as of 30 June 2024.

### (b) Capital contribution

This account represents amounts contributed by the Government of Dubai (both in kind and cash) as an Owner of the Group since the incorporation of the Group.

### (c) Statutory reserve

As required by applicable law and Articles of Association of the Authority and certain subsidiaries, 10% or 5% of the net profit for each period has been transferred to a statutory reserve. Such transfers to reserves may cease when the statutory reserve equals to half of the share capitals. The reserve is not available for distribution except as stipulated by the law. The statutory reserve of the Authority has already reached the 50% threshold and hence no further transfers were made to statutory reserves. On 10 October 2022, the suspension of transfer to statutory reserve was approved by the General Assembly.

### (d) Hedging reserve

The hedging reserve primarily represents the fair value of derivatives which are part of effective cash flow hedging relationships at period/year end. As the derivatives are held for hedging purposes as defined by IFRS 9, their fair value movements are retained in other comprehensive income instead of being charged to profit or loss during the period. The fair value movements will be adjusted in other comprehensive income in the same period as the corresponding hedged transaction.

## 20 Borrowings

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
<b>Non-current</b>		
Others (refer (i) below)	<b>25,560,441</b>	<b>27,341,537</b>
<b>Current</b>		
Bank overdrafts (refer note 18.1)	<b>1,384,080</b>	641,854
Others (refer (i) below)	<b>9,511,090</b>	6,510,824
Term loan (refer (ii) below)	<b>2,500,000</b>	4,393,351
	<b>13,395,170</b>	<b>11,546,029</b>
	<b>38,955,611</b>	<b>38,887,566</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 20 Borrowings (*continued*)

Borrowings are denominated in the following currencies:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
US Dollars	26,440,692	26,505,245
UAE Dirham	12,514,919	12,382,321
	<b>38,955,611</b>	<b>38,887,566</b>

The borrowing balance is net off deferred borrowing cost amounting to AED 644 million (*31 December 2023: AED 670 million*).

The Group has secured borrowings amounting to AED 29,578 million (*31 December 2023: AED 29,360 million*) and unsecured borrowings amounting to AED 9,378 million (*31 December 2023: AED 9,528 million*).

Borrowings are secured by pledge of assets (refer note 6) and sovereign guarantees issued by Department of Finance (DoF), Government of Dubai.

As of 30 June 2024, the Group was compliant with financial and non-financial covenants, except as disclosed below.

The financial covenant (Debt Service Cover ratio) of Shuaa Energy 2 P.S.C for conventional and Islamic facility has not been met due to damage to Solar Power Plant that occurred as a result of a weather incident in August 2023. Hence the conventional, Islamic and financing facility amounting to AED 2,190 million has been classified as current liabilities (*31 December 2023: AED 2,226 million*).

### (i) Others

Other loans represent loans taken by subsidiary companies from various commercial banks and shareholders.

The fair values of other loans are not materially different to their carrying amounts since the interest payable on these borrowings is close to current market rates.

### (ii) Term loan

In the prior years, the Authority had obtained a long-term Shariah compliant loan of AED 10,000 million from a commercial bank. The loan carried profit rate at 1-month EIBOR + margin. The term of the loan was five years and repayable in full upon its maturity.

In the previous year, the Authority renegotiated the loan terms with the bank and has amended the original loan agreement, whereby, the repayment term and commercial rate on loan have been revised. The revision in repayment terms has resulted in the loan being reclassified from non-current liabilities to current liabilities and in return the Authority has negotiated better profit rate. Further, during the current period, the Authority has prepaid AED 1,900 million (*31 December 2023: AED 3,900 million*) of the loan.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 20 Borrowings (*continued*)

### (ii) Term loan (*continued*)

The Group takes proactive measures to ensure, as far as possible, that it will always have sufficient liquidity to meet its financial obligations. The Group has positive operating cash flows amounting to AED 5,681 million for the period ended 30 June 2024, cash and cash equivalents including short-term deposits of AED 8,248 million and undrawn facilities of AED 7,095 million as at 30 June 2024 to finance the Group's operations and mitigate the effects of fluctuations in cash flows. The Group monitors the sufficiency of funds using cash flow budgeting in which it considers the cash outflows (including impact of capital commitments), the funds that would be generated from the operations and other available sources of funding.

## 21 Retirement benefit obligations

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Provision for employees' end of service benefits (refer note 21.1)	<b>993,541</b>	965,340
Provision for pensions (refer note 21.2)	<b>62,144</b>	65,199
	<b>1,055,685</b>	1,030,539
Less: non-current portion	<b>(1,046,046)</b>	(1,020,240)
Current portion (refer note 24)	<b>9,639</b>	10,299

### 21.1 Provision for employees' end of service benefits

Movements in the provision for the employees' end of service benefits are analysed below:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	<b>965,340</b>	948,333
Charge for the period/year (refer note 33)	<b>47,988</b>	148,384
Re-measurements for the period/year	<b>(1,726)</b>	(86,068)
Payments made during the period/year	<b>(18,061)</b>	(45,309)
At the end of the period/year	<b>993,541</b>	965,340

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 21 Retirement benefit obligations (*continued*)

### 21.2 Provision for pensions

#### 21.2.1 Provision for pensions (for eligible UAE National employees who retired before 1 January 2003)

The movements in the provision for pensions are analysed below:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	<b>54,900</b>	62,160
Payments made during the period/year	(2,395)	(7,260)
At the end of the period/year	<b>52,505</b>	<b>54,900</b>

#### 21.2.2 Provision for pensions (for eligible UAE National employees from 1 January 2003)

Effective 1 January 2003, the Group joined a defined contribution plan operated by the Federal Pension General and Social Security Group for its active eligible UAE National employees in accordance with the provision of Federal Law No. 7 of 1999 relating to Pension and Social Security Law. The movements in the provision for pensions are analysed below:

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	<b>10,299</b>	11,928
Charge for the period/year (refer note 33)	<b>64,505</b>	123,226
Payments made during the period/year	(65,165)	(124,855)
At the end of the period/year	<b>9,639</b>	<b>10,299</b>

*Total provision for pension has been presented as follow:*

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	<b>65,199</b>	74,088
Charge for the period/year (refer note 33)	<b>64,505</b>	123,226
Payments made during the period/year	(67,560)	(132,115)
At the end of the period/year	<b>62,144</b>	<b>65,199</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 22 Lease liabilities

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
At the beginning of the period/year	32,247	36,412
Addition during the period/year	17,171	25,153
Modification	(663)	(98)
Disposal	(184)	-
Payments made during the period/year	(8,701)	(29,220)
At the end of the period/year	<u>39,870</u>	<u>32,247</u>
Less: non-current portion	(24,228)	(16,281)
Current portion	<u>15,642</u>	<u>15,966</u>

## 23 Other long term liabilities

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Deferred revenue	26,020,139	25,848,381
Asset retirement obligations	289,617	313,868
Advance for new connections	6,066,389	6,616,075
Retentions payable	<u>718,398</u>	<u>613,418</u>
	<u>33,094,543</u>	<u>33,391,742</u>

## 24 Trade and other payables

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Consumers' security deposits	4,842,190	4,656,794
Capital projects payables	2,275,347	2,516,875
Trade payables	1,921,036	1,777,107
Retentions payable	1,274,001	1,320,180
Deferred revenue	1,597,557	1,465,565
Advances for new connections	1,131,871	348,215
Accrual for staff benefits	245,095	234,540
Corporate tax payable	324,334	-
Retirement benefit obligations (refer note 21)	9,639	10,299
Other payables	<u>2,403,892</u>	<u>2,597,120</u>
	<u>16,024,962</u>	<u>14,926,695</u>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 25 Regulatory deferral account-credit balance

The prices that can be charged to customers for electricity and water by the Group are subject to oversight and/or approval by the Dubai Supreme Council of Energy. Hence the Group is subject to rate regulation. The Dubai Supreme Council of Energy through its notification issued in 2010 had allowed the Group to recover the additional costs it incurs due to the escalation in fuel prices considering 2010 as the base year from its customers.

The Supreme Council of Energy is also controlled by the Government of Dubai and it is a related party of the Group.

On the transition date, the Group had elected to apply the requirements of IFRS 14 – ‘Regulatory Deferral Accounts’ and will continue to apply its current accounting policy for recognition, measurement and derecognition of this regulatory deferral account balance.

The movement in regulatory deferral account-credit balance has been detailed below:

	<b>30 June 2024</b> <b>AED'000</b> <b>(Unaudited)</b>	<b>31 December 2023</b> <b>AED'000</b> <b>(Audited)</b>
At the beginning of the period/year	<b>199,931</b>	95,343
(Short)/excess collection during the period/year	<b>(52,440)</b>	104,588
At the end of the period/year	<b>147,491</b>	<b>199,931</b>

## 26 Related party transactions and balances

The Group transacts with the Government of Dubai, subsidiaries, joint ventures and entities controlled, jointly controlled or significantly influenced by the Government of Dubai within the scope of its ordinary business activities. Since the Group is majority owned by the Government of Dubai post its listing of shares on Dubai Financial Market (DFM), these entities are jointly referred to as ‘government related entities’.

The Group applies the exemption relating to government related entities under IAS 24 ‘Related Parties’ and only discloses transactions and balances with government related entities which are individually or collectively significant. To determine significance, the Group considers various qualitative and quantitative factors including whether transactions with related parties are based on approved terms and conditions by management.

Key management personnel and entities controlled by them are also related to the Group. Key management personnel of the Group comprise the directors and executive vice presidents (EVPs) of the Authority and employees of the Authority who are acting as directors of the subsidiaries.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 26 Related party transactions and balances (*continued*)

### Related party transactions

The material transactions and balances with related parties are disclosed below, except as disclosed in notes 6, 7, 8, 13, 16, 17, 20, 21, 22, 24, 25, 27, 28, 29, 32, 33 and 35 in these condensed consolidated interim financial information.

#### (a) Sale of electricity and water

The Group deals with various government entities in Dubai. Quantities of electricity and water sold to UAE Nationals are at subsidised rates. The Group calculates differential between the value of these quantities supplied at subsidised rates and the approved rates, which is settled by the Department of Finance (DoF), Government of Dubai.

During the current period, the Group has collected AED 690 million (*for the six month period ended 30 June 2023: AED 817 million*) from the Department of Finance (DOF), Government of Dubai, mainly in respect of UAE Nationals subsidy.

During the current period, the Group has collected AED 53 million (*for the six month period ended 30 June 2023: AED 51 million*) in respect of handling charges on behalf of a related party (refer note 27).

#### (b) Purchase of goods and services

The Group purchases fuel from entities owned by the Government of Dubai. During the current period, the Group purchased fuel amounting to AED 3,494 million (*for the six month period ended 30 June 2023: AED 3,298 million*) from various entities.

During the current period, the Group purchased water amounting to AED 8 million (*for the six month period ended 30 June 2023: AED 4 million*) from a related party of the Group.

#### (c) Transactions with banks owned by Government of Dubai

The Group transacts with various banks and financial institutions which are wholly or partially controlled by the Government of Dubai. All of the Group's transactions with such banks are on approved commercial terms. A portion of the cash and cash equivalents as disclosed in note 18 was included in deposit held with such banks.

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000	2023 AED'000	2024 AED'000	2023 AED'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Repayment of borrowings	1,900,000	1,400,000	300,000	-
Term deposits – matured	1,601,856	1,310,000	140,000	-
Term deposits – placed	(1,701,856)	(1,601,856)	(240,000)	(140,000)
UAE National Bonds and Sukuk				
Bonds – matured	402,652	430,934	402,652	430,934
UAE National Bonds and Sukuk				
Bonds – placed	(506,356)	(258,125)	(367,419)	(241,457)

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
*for the six month period ended 30 June 2024 (unaudited)*

## 26 Related party transactions and balances (*continued*)

### Related party transactions (*continued*)

(d) Compensation to key management personnel	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	<b>86,051</b>	82,218	<b>9,981</b>	12,157
Salaries and short-term benefits	<b>86,051</b>	82,218	<b>9,981</b>	12,157
Post-employment benefits and long term benefits	<b>1,347</b>	1,115	<b>673</b>	630
	<b>87,398</b>	83,333	<b>10,654</b>	12,787

  

(e) Key management remuneration	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	<b>19,750</b>	19,750	<b>9,875</b>	9,875
Board of directors' remuneration	<b>19,750</b>	19,750	<b>9,875</b>	9,875

### (f) Dividend declared

During the current period, the Group declared a dividend amounting to AED 3,100 million (*for the six month period ended 30 June 2023: AED 4,770 million*). Out of this dividend, 82% pertains to Dubai Investment Fund (DIF), Government of Dubai.

## 27 Revenue

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	<b>8,394,972</b>	7,899,911	<b>5,005,671</b>	4,720,478
Sale of electricity	<b>8,394,972</b>	7,899,911	<b>5,005,671</b>	4,720,478
Sale of water	<b>2,736,602</b>	2,609,684	<b>1,416,117</b>	1,338,912
District cooling charges	<b>1,348,730</b>	1,209,065	<b>811,607</b>	721,736
Others	<b>1,183,767</b>	1,010,769	<b>630,675</b>	512,489
	<b>13,664,071</b>	12,729,429	<b>7,864,070</b>	7,293,615

The Group's operations and main revenue streams are those described in the annual consolidated financial statements for the year ended 31 December 2023. The Group's revenue is derived from contracts with customers, except for handling fees and amortisation of deferred revenue presented under 'Others'.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
*for the six month period ended 30 June 2024 (unaudited)*

## 27 Revenue (*continued*)

Others include:

- Handling fees amounting to AED 53 million (*for the six month period ended 30 June 2023: AED 51 million*) represents amounts paid by a related party to the Group for providing collection services (refer note 26).
- Amortisation of deferred revenue amounted to AED 566 million (*for the six month period ended 30 June 2023: AED 533 million*).

### 27.1 Disaggregation of revenue

For the six month period ended 30 June

Timing of revenue recognition	Electricity		Water		District cooling charges		Others		Total	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)								
Products and services transferred										
-at a point in time	8,394,972	7,899,911	2,736,602	2,609,684	1,348,730	1,209,065	618,214	478,244	13,098,518	12,196,904
-over time	-	-	-	-	-	-	565,553	532,525	565,553	532,525
	<b>8,394,972</b>	<b>7,899,911</b>	<b>2,736,602</b>	<b>2,609,684</b>	<b>1,348,730</b>	<b>1,209,065</b>	<b>1,183,767</b>	<b>1,010,769</b>	<b>13,664,071</b>	<b>12,729,429</b>

For the three month period ended 30 June

Timing of revenue recognition	Electricity		Water		District cooling charges		Others		Total	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)								
Products and services transferred										
-at a point in time	5,005,671	4,720,478	1,416,117	1,338,912	811,607	721,736	346,545	242,356	7,579,940	7,023,482
-over time	-	-	-	-	-	-	284,130	270,133	284,130	270,133
	<b>5,005,671</b>	<b>4,720,478</b>	<b>1,416,117</b>	<b>1,338,912</b>	<b>811,607</b>	<b>721,736</b>	<b>630,675</b>	<b>512,489</b>	<b>7,864,070</b>	<b>7,293,615</b>

## 28 Cost of sales

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Generation, desalination and other direct expenditure (refer note 28.1)	<b>6,174,446</b>	5,734,548	<b>3,385,331</b>	3,079,062
Transmission and distribution expenditure (refer note 28.2)	<b>2,471,854</b>	2,387,523	<b>1,259,094</b>	1,194,054
Purchase of gas, power and water	<b>344,611</b>	260,156	<b>309,761</b>	209,006
	<b>8,990,911</b>	8,382,227	<b>4,954,186</b>	4,482,122

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
*for the six month period ended 30 June 2024 (unaudited)*

## 28 Cost of sales (*continued*)

### 28.1 Generation, desalination and other expenditure

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024	2023	2024	2023
	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)
Fuel costs	3,257,395	3,091,131	1,804,444	1,712,239
Depreciation (refer note 6)	1,555,789	1,230,342	816,312	646,784
Employee benefit expenses (refer note 33)	300,145	325,460	152,614	155,926
Repairs and maintenance	274,086	247,490	190,453	142,851
Amortisation (refer note 7)	6,078	6,078	3,039	3,039
Others	780,953	834,047	418,469	418,223
	<b>6,174,446</b>	<b>5,734,548</b>	<b>3,385,331</b>	<b>3,079,062</b>

### 28.2 Transmission and distribution expenditure

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024	2023	2024	2023
	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)
Depreciation (refer note 6)	1,506,113	1,457,140	756,734	731,095
Employee benefit expenses (refer note 33)	835,140	789,446	430,477	378,940
Repairs and maintenance	108,070	107,833	63,338	68,578
Others	22,531	33,104	8,545	15,441
	<b>2,471,854</b>	<b>2,387,523</b>	<b>1,259,094</b>	<b>1,194,054</b>

## 29 Administrative expenses

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024	2023	2024	2023
	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)	AED'000 (Unaudited)
Employee benefit expenses (refer note 33)	858,642	823,896	422,747	394,801
Assets written off	261,113	-	768	-
Repairs and maintenance	138,764	125,916	58,250	53,125
Depreciation (refer note 6)	133,984	138,523	67,692	68,517
Amortisation (refer note 7)	36,956	31,952	16,385	17,622
Insurance	64,421	50,697	32,393	27,070
Others	252,668	108,343	44,105	31,141
	<b>1,746,548</b>	<b>1,279,327</b>	<b>642,340</b>	<b>592,276</b>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 30 Credit impairment (reversal)/loss

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	(28,825)	39,633	(13,356)	38,156
Impairment of trade receivables (refer note 16)				

## 31 Other income

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	11,784	25,779	2,972	24,501
Sale of scrap	260,985	6,014	484	863
Insurance claims				
Profit on disposal of property, plant and equipment	718	429	689	302
Miscellaneous income	83,128	54,689	32,088	16,708
	<u>356,615</u>	<u>86,911</u>	<u>36,233</u>	<u>42,374</u>

## 32 Finance income/(costs) – net

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
	174,996	236,410	77,673	112,615
<i>Finance income</i>				
Interest income on short term bank deposits	287,338	175,931	137,387	116,764
Cash flow hedges – reclassified to profit or loss	2,048	11,109	1,012	5,768
Interest income on financial assets	2,198	5,169	381	5,169
Cash flow hedges – ineffective portion of changes in fair value of derivative financial instruments	13,802	20,992	2,917	6,992
Amortization of financial liabilities	<u>480,382</u>	<u>449,611</u>	<u>219,370</u>	<u>247,308</u>
<i>Finance costs</i>				
Interest on bank and other borrowings	(1,336,498)	(1,191,229)	(690,556)	(619,502)
Amortization of arrangement fees	(8,024)	(14,263)	(4,011)	(5,564)
Cash flow hedges – ineffective portion of changes in fair value of derivative financial instruments	-	(121)	-	-
Interest on lease liabilities	(141)	(70)	(86)	(31)
Amounts capitalised (refer note 6)	<u>309,939</u>	<u>294,517</u>	<u>190,817</u>	<u>110,199</u>
Finance costs – net	<u>(1,034,724)</u>	<u>(911,166)</u>	<u>(503,836)</u>	<u>(514,898)</u>
	<u>(554,342)</u>	<u>(461,555)</u>	<u>(284,466)</u>	<u>(267,590)</u>

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
*for the six month period ended 30 June 2024 (unaudited)*

## 33 Employee benefit expenses

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Salaries	<b>1,344,660</b>	1,313,750	<b>677,700</b>	656,809
Bonus	<b>181,030</b>	216,526	<b>90,317</b>	67,994
Retirement benefit obligations (refer note 21)	<b>112,493</b>	106,096	<b>56,056</b>	52,411
Other benefits	<b>355,744</b>	302,430	<b>181,765</b>	152,453
	<b><u>1,993,927</u></b>	<b><u>1,938,802</u></b>	<b><u>1,005,838</u></b>	<b><u>929,667</u></b>

## 34 Commitments

	30 June 2024 AED'000 (Unaudited)	31 December 2023 AED'000 (Audited)
Future commitments including capital expenditures	<b><u>15,340,017</u></b>	<b><u>9,704,472</u></b>

## 35 Dividend

The Group declared and paid a dividend amounting to AED 3,100 million during the period ended 30 June 2024 (*30 June 2023: AED 3,100 million*). During the period ended 30 June 2023, the Group also paid a special onetime dividend of AED 1,670 million.

During the current period, EMPOWER declared a dividend of AED 425 million (*30 June 2023: AED 425 million*). An amount of AED 187 million (*30 June 2023: AED 187 million*) was paid to the non-controlling interest as dividend.

In addition to above, Shuaa Energy 1 P.S.C declared a dividend of AED 4 million (*30 June 2023: AED 4.2 million*). An amount of AED 2 million (*30 June 2023: AED 2 million*) was paid to the non-controlling interest as dividend.

# Dubai Electricity and Water Authority PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 36 Earnings per share/diluted share

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

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024	2023	2024	2023
	AED'000	AED'000	AED'000	AED'000
<b>Earnings</b>				
Profit for the period, attributable to the Owners of the Company – before net movement in regulatory deferral account and after tax	<b>2,455,357</b>	2,587,781	<b>1,800,474</b>	1,909,447
Profit for the period, attributable to the Owners of the Company – after net movement in regulatory deferral account and after tax	<b>2,507,797</b>	2,674,014	<b>1,860,375</b>	1,930,254
<b>Number of shares in thousand</b>				
Number of ordinary shares for basic earnings per share	<b>50,000,000</b>	50,000,000	<b>50,000,000</b>	50,000,000
<b>Earnings per share</b>				
Basic earnings per share (AED) – before net movement in regulatory deferral account and after tax	<b>0.049</b>	0.052	<b>0.036</b>	0.038
Basic earnings per share (AED) – after net movement in regulatory deferral account and after tax	<b>0.050</b>	0.053	<b>0.037</b>	0.039

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Notes to the condensed consolidated interim financial information (*continued*)  
for the six month period ended 30 June 2024 (unaudited)

## 37 Earnings before interest, taxes, depreciation, and amortization (EBITDA)

	For the six month period ended 30 June		For the three month period ended 30 June	
	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)	2024 AED'000 (Unaudited)	2023 AED'000 (Unaudited)
Profit for the period after net movement in regulatory deferral account and tax	<b>2,557,404</b>	2,739,831	<b>1,906,506</b>	1,976,652
Tax expense	<b>252,746</b>	-	<b>186,062</b>	-
Profit for the year after net movement in regulatory deferral account and before tax	<b>2,810,150</b>	2,739,831	<b>2,092,568</b>	1,976,652
Adjustments for:				
Finance costs – net	<b>554,342</b>	461,555	<b>284,466</b>	267,590
Depreciation	<b>3,195,886</b>	2,826,005	<b>1,640,738</b>	1,446,396
Amortisation	<b>43,034</b>	38,030	<b>19,424</b>	20,661
EBITDA	<b>6,603,412</b>	6,065,421	<b>4,037,196</b>	3,711,299

## 38 Comparative figures

The previous period/year figures have been regrouped wherever necessary, in order to conform to the current period presentation. The regrouping does not affect the previously reported net assets, total equity and the profit or loss and other comprehensive income.

## 39 Subsequent events

The Board of Directors in their meeting on 8 August 2024 approved cash dividend of AED 3,100 million.