GULF INTERNATIONAL SERVICES Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

GULF INTERNATIONAL SERVICES Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

Contents **Page(s)**

KPMG
Zone 25 C Ring Road
Street 230, Building 246
PO Box 4473, Doha
State of Qatar
Telephone: +974 4457 6444
Fax: +974 4436 7411
Website: home.kpmg/qa

Independent auditors' report on review of condensed consolidated interim financial statements

To the Shareholders of Gulf International Services Q.P.S.C.

Introduction

We have reviewed the accompanying 30 June 2022 condensed consolidated interim financial statements of Gulf International Services Q.P.S.C. ("the Company") and its subsidiaries (the "Group") which comprises:

- the condensed consolidated interim statement of financial position as at 30 June 2022;
- the condensed consolidated interim statement of profit or loss and comprehensive income for the six-month period ended 30 June 2022;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2022;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2022; and
- notes to the condensed consolidated interim financial statements.

The Board of Directors of the Company is responsible for the preparation and presentation of this condensed consolidated interim financial statements in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements 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 interim financial statements 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.

KPMG, Qatar Branch is registered with the Ministry of Commerce and Industry, State of Qatar, and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.
The KPMG name and logo are registered trademarks of KPMG International.

Independent auditors' report on review of condensed consolidated interim financial statements (continued)

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2022 condensed consolidated interim financial statements is not prepared, in all material respects, in accordance with IAS 34, *'Interim Financial Reporting'*.

11 August 2022
Doha
State of Qatar

Gopal Balasubramaniam
KPMG
Qatar Auditors Registry Number 251
Licensed by QFMA: External
Auditors' License No. 120153

GULF INTERNATIONAL SERVICES Q.P.S.C.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

In thousands of Qatari Riyals

	Note	30 June 2022 (Reviewed)	31 December 2021 (Audited)
ASSETS			
Non-current assets			
Property and equipment	6	5,543,259	5,591,281
Goodwill	7	303,559	303,559
Right-of-use assets	8	39,649	36,292
Contract assets		2,832	9,464
Equity-accounted investees		16,702	12,078
Financial investments	9	362,093	418,658
Total non-current assets		6,268,094	6,371,332
Current assets			
Inventories		329,149	284,088
Contract assets		10,272	6,514
Due from related parties	19(b)	664,805	686,354
Financial investments	9	460,726	420,689
Trade and other receivables	10	915,965	694,994
Reinsurance contract assets		817,155	757,382
Short-term investments		481,834	348,632
Cash and bank balances	11	333,157	349,407
Total current assets		4,013,063	3,548,060
TOTAL ASSETS		**10,281,157**	9,919,392
EQUITY AND LIABILITIES			
Equity			
Share capital	12	1,858,409	1,858,409
Legal reserve		377,308	377,308
General reserve		74,516	74,516
Foreign currency translation reserve		(63,101)	(55,836)
Fair value reserve		(25,875)	3,786
Retained earnings		1,215,081	998,204
Equity attributable to owners of the Company		3,436,338	3,256,387
Non-controlling interests		(269)	(198)
Total equity		3,436,069	3,256,189
Liabilities			
Non-current liabilities			
Lease liabilities	7	15,866	15,947
Loans and borrowings	14	3,009,791	3,692,705
Contract liabilities		708	1,820
Provision for decommissioning costs		45,782	45,669
Provision for employees' end of service benefits		106,311	101,259
Total non-current liabilities		3,178,458	3,857,400
Current liabilities			
Lease liabilities	7	33,709	28,868
Dividends payable	13	49,728	50,429
Loans and borrowings	14	1,281,119	632,704
Trade and other payables		880,752	831,273
Due to related parties	19(b)	34,148	44,507
Insurance contract liabilities		1,385,152	1,214,575
Contract liabilities		2,022	3,447
Total current liabilities		3,666,630	2,805,803
Total liabilities		6,845,088	6,663,203
TOTAL EQUITY AND LIABILITIES		**10,281,157**	9,919,392

These condensed consolidated interim financial statements were approved by the Board of Directors of the Company and signed on its behalf by the following on 11 August 2022:

Saad Rashid Al-Muhannadi
Vice Chairman

Ghanim Mohammed Al Kuwari
Member

The notes on pages 7 to 25 are an integral part of these condensed consolidated interim financial statements.

كي بي أم جي لأغراض التعريف فقط
KPMG For Identification Purposes Only

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

In thousands of Qatari Riyals

	Note	**Six-month period ended 30 June 2022 (Reviewed)**	Six-month period ended 30 June 2021 (Reviewed)
Revenue	15	1,738,469	1,431,669
Direct costs	16	(1,415,365)	(1,322,024)
Gross profit		**323,104**	109,645
Other income	17	25,245	22,074
Other expenses		(18,321)	(2,557)
General and administrative expenses		(98,605)	(95,703)
(Loss) / gain on financial assets at fair value through profit and loss		(16,621)	15,775
Provision for impairment of financial assets		(311)	(1,011)
Operating profit		**214,491**	48,223
Finance income		13,673	17,973
Finance costs		(69,739)	(65,022)
Net finance costs		(56,066)	(47,049)
Group's share of profit in equity-accounted investees, net of tax		4,624	260
Profit for the period before net monetary gain arising from hyperinflation and tax		**163,049**	1,434
Net monetary gain arising from hyperinflation		7,692	-
Profit for the period before tax		**170,741**	1,434
Income tax expense	18	(3,008)	(2,226)
Profit / (loss) for the period		**167,733**	(792)
Other comprehensive loss:			
Items that are or may be reclassified subsequently to profit or loss			
Debt investments at Fair Value Through Other Comprehensive Income (FVTOCI) – net change in fair value		(29,661)	(10,305)
Foreign operations – foreign currency translation differences		(7,265)	(8,050)
Other comprehensive loss for the period		**(36,926)**	(18,355)
Total comprehensive income / (loss) for the period		**130,807**	(19,147)
Profit / (loss) attributable to:			
Owners of the Company		167,804	(768)
Non-controlling interests		(71)	(24)
		167,733	(792)
Total comprehensive income / (loss) attributable to:			
Owners of the Company		130,878	(19,124)
Non-controlling interests		(71)	(23)
		130,807	(19,147)
Earnings / (loss) per share			
Basic and diluted earnings / (loss) per share (Qatari Riyals)	20	**0.0903**	(0.0004)

لأغراض التعريف فقط كي بي أم جي
KPMG For Identification Purposes Only

The notes on pages 7 to 25 are an integral part of these condensed consolidated interim financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

In thousands of Qatari Riyals

	Attributable to owners of the Company								
	Share capital	**Legal reserve**	**General reserve**	**Foreign currency translation reserve**	**Fair value reserve**	**Retained earnings**	**Total**	**Non-controlling interests**	**Total equity**
Balance at 1 January 2021 (Audited)	1,858,409	371,389	74,516	(25,712)	22,475	951,292	3,252,369	(52)	3,252,317
Total comprehensive loss:									
Loss for the period	-	-	-	-	-	(768)	(768)	(24)	(792)
Other comprehensive loss	-	-	-	(8,051)	(10,305)	-	(18,356)	1	(18,355)
Total comprehensive loss for the period	-	-	-	(8,051)	(10,305)	(768)	(19,124)	(23)	(19,147)
Balance at 30 June 2021 (Reviewed)	1,858,409	371,389	74,516	(33,763)	12,170	950,524	3,233,245	(75)	3,233,170
Balance at 1 January 2022 (Audited)	1,858,409	377,308	74,516	(55,836)	3,786	998,204	3,256,387	(198)	3,256,189
Effect of hyperinflation (Note 4.3)	-	-	-	-	-	49,073	49,073	-	49,073
Total comprehensive income:									
Profit for the period	-	-	-	-	-	167,804	167,804	(71)	167,733
Other comprehensive loss	-	-	-	(7,265)	(29,661)	-	(36,926)	-	(36,926)
Total comprehensive loss for the period	-	-	-	(7,265)	(29,661)	167,804	130,878	(71)	130,807
Balance at 30 June 2022 (Reviewed)	**1,858,409**	**377,308**	**74,516**	**(63,101)**	**(25,875)**	**1,215,081**	**3,436,338**	**(269)**	**3,436,069**

The notes on pages 7 to 25 are an integral part of these condensed consolidated interim financial statements.

كي بي أم جي لأغراض التعريف فقط
KPMG For Identification Purposes Only

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022

In thousands of Qatari Riyals

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit / (loss) for the period	167,733	(792)
Adjustments for:		
Depreciation of property and equipment	170,171	179,957
Depreciation of right-of-use assets	11,716	11,105
Provision for employees' end of service benefits	13,228	13,828
Loss on sale of property and equipment	5	-
Write-off of property and equipment	6	2,773
Net change in fair value of financial investments at FVTPL	16,621	(15,775)
Net gain from sale of financial investments	(11,722)	(8,956)
Amortization of finance cost related to loans and borrowings	-	2,925
Provision for slow-moving and obsolete inventories	-	556
Provision for impairment of financial assets	311	1,011
Profit distribution from managed investment funds	(1,947)	(1,977)
Group's share of profit from equity-accounted investees	(4,624)	(260)
Finance income	(13,673)	(17,973)
Finance costs	69,739	65,022
Dividend income	(3,423)	(3,270)
Net monetary gain arising from hyperinflation	(7,692)	-
Operating profit before working capital changes	406,449	228,174
Changes in:		
- Inventories	(45,061)	(8,664)
- Contract assets	2,874	282
- Trade and insurance receivables, prepayments and due from related parties	(259,506)	(568,133)
- Contract liabilities	(2,537)	(5,250)
- Trade and insurance payables, accruals and due to related parties	210,006	545,179
Cash generated from operations	**312,225**	191,588
Employees' end of service benefits paid	(8,176)	(7,045)
Net cash generated from operating activities	**304,049**	184,543
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property and equipment	(82,998)	(79,041)
Acquisition of financial investments	(265,474)	(192,565)
Net movement in short-term investments	(133,202)	(215,565)
Finance income received	13,673	17,821
Proceeds from sale and maturity of financial investments	251,146	147,511
Proceeds from sale of property and equipment	4	-
Net movement in cash at banks – restricted for dividends	701	2,130
Profit distribution from managed investment funds	1,947	1,977
Dividends received	3,423	3,270
Net cash used in investing activities	**(210,780)**	(314,462)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from loans and borrowings	53,144	224,351
Repayment of loans and borrowings	(88,742)	(205,633)
Dividends paid	(701)	(2,130)
Finance costs paid	(68,251)	(63,715)
Payment of lease liabilities	(11,689)	(11,951)
Net cash used in financing activities	**(116,239)**	(59,078)
Net change in cash and cash equivalents	(22,970)	(188,997)
Effect of movements in exchange rates on cash held	7,424	2,852
Cash and cash equivalents at 1 January	298,987	386,287
Cash and cash equivalents at 30 June	**283,441**	200,142

The notes on pages 7 to 25 are an integral part of these condensed consolidated interim financial statements.

كي بي أم جي لأغراض التعريف فقط
KPMG For Identification Purposes Only

1. REPORTING ENTITY

Gulf International Services Q.P.S.C. (the "Company") is a Company incorporated on 13 February 2008 in the State of Qatar under the commercial registration number 38200 as a Qatari Shareholding Company. The principal activity of the Company is to operate as a holding company. As per the Extra Ordinary General Assembly Resolution and in accordance with the new Qatar Commercial Companies Law No 11 of 2015, the legal form of the Company has been changed to Qatari Public Shareholding Company (Q.P.S.C.) in 2018. The registered office of the Company is situated in Doha, State of Qatar.

These condensed consolidated interim financial statements comprise of the Company and its subsidiaries (the 'Group'). The Group is primarily involved in provision of drilling, aviation, insurance and reinsurance and catering services (refer Note 22).

The Company was initially incorporated by QatarEnergy as a sole shareholder with an initial capital of QR 5 million on 13 February 2008 which is the date of incorporation of the Company.

On 26 May 2008, QatarEnergy listed 70% of the Company's issued share capital on Qatar Exchange. An extraordinary general assembly held on 4 November 2012 approved the amendments to the Articles of Association in which it increased the ownership limit of General Retirement and Social Insurance Authority ("GRSIA"). Subsequently, as per the instructions of the Supreme Council of Economic Affairs, QatarEnergy divested 20% of its stake in the Company to GRSIA. However, QatarEnergy is the ultimate parent of the Company as it holds special share and thus controls the Company.

These condensed consolidated interim financial statements comprise the financial statements of the Company and below stated unlisted wholly owned direct subsidiaries as at the end of the reporting date:

			Percentage of holding	
Name of the Company	**Relationship**	**Country of incorporation**	**30 June 2022**	31 December 2021
Al Koot Insurance & Reinsurance Company P.J.S.C.	Subsidiary	Qatar	**100%**	100%
Amwaj Catering Services Limited. (Qatari Private Shareholding Company)	Subsidiary	Qatar	**100%**	100%
Gulf Helicopters Company (Qatari Private Shareholding Company)	Subsidiary	Qatar	**100%**	100%
Gulf Drilling International Limited (Qatari Private Shareholding Company)	Subsidiary	Qatar	**100%**	100%

These condensed consolidated interim financial statements fully consolidate indirect subsidiaries held through above subsidiaries on a line by line basis and also include the share of profit / loss and other comprehensive income from joint ventures accounted for using equity method:

			Beneficial ownership interest	
Name of the Company	**Relationship**	**Country of incorporation**	**30 June 2022**	31 December 2021
Gulfdrill L.L.C.	Joint venture	Qatar	**50%**	50%
Air Ocean Maroc	Joint venture	Morocco	**49%**	49%
Gulf Med Aviation Services Limited	Joint venture	Malta	**49%**	49%
United Helicharters Private Limited	Indirect subsidiary	India	**90%**	90%
Al Maha Aviation Company	Indirect subsidiary	Libya	**100%**	100%
Redstar Havacilik Hizmetleri A.S.	Indirect subsidiary	Turkey	**100%**	100%
Gulf Helicopters Investment and Leasing Company	Indirect subsidiary	Morocco	**100%**	100%

Where necessary, adjustments are made to the financial statements of the subsidiaries to bring their accounting policies in line with those used by the Group. All intra-group transactions, balances, income and expenses were eliminated on consolidation.

2. BASIS OF ACCOUNTING

These condensed consolidated interim financial statements for the six-month period ended 30 June 2022 have been prepared in accordance with International Accounting Standard ('IAS') 34, "Interim Financial Reporting", and should be read in conjunction with the Group's last annual financial statements as at and for the year ended 31 December 2021 ('last annual financial statements'). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements.

These condensed consolidated interim financial statements are prepared in Qatari Riyals, except where otherwise indicated.

3. USE OF JUDGEMENT AND ESTIMATES

In preparing these condensed consolidated interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied in the last annual financial statements.

4. NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

4.1 New standards, amendments and interpretations effective from 1 January 2022

During the current period, the Group adopted the below amendments and improvements to International Financial Reporting Standards ("IFRS") that are effective for annual periods beginning on 1 January 2022:

- COVID-19-Related Rent Concessions beyond 30 June 2021 (Amendment to IFRS 16)
- Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37)
- Annual Improvements to IFRS Standards 2018-2020
- Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)
- Reference to the Conceptual Framework (Amendments to IFRS 3)

The adoption of these amendments and improvements have had no significant impact on these condensed consolidated interim financial statements.

4.2 New standards, amendments and interpretations not yet effective, but available for early adoption

The below new and amended International Financial Reporting Standards ("IFRS" or "standards") that are available for early adoption for financial years beginning after 1 January 2022 and they have not been applied in preparing these condensed consolidated interim financial statements:

Effective for year beginning 1 January 2023	Classification of liabilities as current or non-current - Amendments to IAS 1 IFRS 17 Insurance Contracts Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2 Definition of Accounting Estimates - Amendments to IAS 8 Deferred Tax related to Assets and Liabilities arising from a Single Transaction - Amendments to IAS 12
Effective date deferred indefinitely / available for optional adoption	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)

Management does not expect that the adoption of the above new and amended standards, except IFRS 17 'Insurance Contracts', will have a significant impact on the Group's condensed consolidated interim financial statements. Management is yet to assess the impact due to adoption of IFRS 17 'Insurance Contracts' on its condensed consolidated interim financial statements.

4. NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS (CONTINUED)

4.3 IAS 29 – Financial Reporting in Hyperinflationary Economies

Classification of Turkey as a hyperinflationary economy

The Group has operations in Turkey through its sub-subsidiary namely Redstar Havacilik Hizmetleri A.S.

From 1 April 2022, the Turkish economy has been considered hyperinflationary based on the characteristics established by International Accounting Standard 29, 'Financial Reporting in Hyperinflationary Economies' ('IAS 29'). This designation is determined following an assessment of a series of qualitative and quantitative circumstances, including the presence of a cumulative inflation rate of more than 100% over the previous three years.

IAS 29 requires that consolidated financial statements are stated in terms of the measuring unit current at the balance sheet date which requires restatement of non-monetary assets and liabilities to reflect the changes in the general purchasing power of the Turkish Lira.

The restatements were calculated by means of conversion factors derived from the consumer price indices. Such index as announced by Turkish Statistical Institute and conversion factors used to restate the balances are as follows:

Date	**Index**	**Conversion factor**
30 June 2022	977.90	1.000
31 December 2021	686.95	1.424

The basic principles applied in the accompanying condensed consolidated interim financial statements, are summarized in the following paragraphs
.

Adjustment for prior periods

Adjustment of the historical carrying values of non-monetary assets and liabilities and the various items of equity from their date of acquisition or inclusion in the condensed consolidated interim statement of financial position to the end of the reporting period to reflect the changes in purchasing power of the currency caused by inflation, according to the indices published by the Turkish Statistical Institute. The cumulative impact for previous years amounting to QR 49.073 million has been reflected through retained earnings in the condensed consolidated interim statement of changes in equity. Since Group's comparative amounts are presented in a stable currency, these comparative amounts are not restated.

Adjustment for current period

Monetary assets and liabilities, which are carried at amounts current at the date of condensed consolidated interim statement of financial position, are not restated because they are already expressed in terms of the monetary unit current at the date of condensed consolidated interim statement of financial position.

Non-monetary assets and liabilities, which are not carried at amounts current at the date of condensed consolidated interim statement of financial position, and components of owners' equity are restated by applying the relevant conversion factors.

All items in the condensed interim statement of profit or loss are restated by applying the conversion factors from the date on which the transaction originated except for those amounts deriving from non-monetary items, which are calculated based on the restated values of the related items.

The effect of application indices on the Group's net monetary position is included in the condensed consolidated interim statement of profit or loss as monetary gain or loss.

All items in the condensed interim statement of cash flows are expressed in a measuring unit current at the date of condensed interim statement of financial position; they are therefore restated by applying the relevant conversion factors from the date on which the transaction originated.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

5. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied in these condensed consolidated interim financial statements are the same as those applied in the Group's consolidated financial statements as at and for the year ended 31 December 2021 except for the application of International Accounting Standard 29, 'Financial Reporting in Hyperinflationary Economies' for its operations in Turkey, as explained in these condensed consolidated financial statements (Note 4.3).

6. PROPERTY AND EQUIPMENT

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Cost:		
Balance at 1 January	10,294,631	10,564,878
Additions during the period / year	82,998	177,764
Disposals during the period / year	(496)	(381,802)
Write-offs during the period / year	(4,710)	(2,773)
Transfer to other assets during the period / year	-	(9,449)
Effect of movements in exchange rates during the period / year	(17,488)	(53,987)
Effect of hyperinflation (Note 4.3)	56,897	-
Balance at 30 June / 31 December	10,411,832	10,294,631
Accumulated depreciation:		
Balance at 1 January	4,703,350	4,736,247
Depreciation charge for the period / year	170,171	349,615
Disposals during the period / year	(487)	(372,695)
Write-offs during the period / year	(4,704)	-
Effect of movements in exchange rates during the period / year	(3,284)	(9,817)
Effect of hyperinflation (Note 4.3)	3,527	-
Balance at 30 June / 31 December	4,868,573	4,703,350
Net carrying amount	**5,543,259**	5,591,281

7. GOODWILL

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Goodwill	**303,559**	303,559

On 31 May 2012, the Group acquired 100% shares of Amwaj Catering Services Limited (Qatari Private Shareholding Company) ("Amwaj"), a company incorporated in the State of Qatar, resulting in a goodwill of QR 303,559.

Goodwill related to the acquisition has been allocated to Amwaj operations as one Cash Generating Unit (CGU). Management of the Group performs an impairment assessment of this goodwill on each reporting date.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

7. GOODWILL (CONTINUED)

According to this exercise, recoverable value of CGU was estimated to be higher than its carrying amount and no impairment was required at the reporting date. The followings are the key assumptions used and significant judgments applied in determination of value-in-use:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Projection period	**5 years**	5 years
Terminal growth rate	**2%**	2%
Discount rate – pre-tax	**7.5%**	7.5%
Profit margins	**3% to 5.2%**	3% to 5.2%
Average revenue growth rate (over the projection period)	**4%**	4%

8. RIGHT OF USE ASSETS AND LEASE LIABILITIES

The details of Group's right-of-use assets are as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Balance at 1 January	36,292	45,352
Addition during the period / year	15,073	12,616
Depreciation charge for the period / year	(11,716)	(21,676)
	39,649	36,292

In relation to above right-of-use assets, the Group has recorded lease liabilities as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Balance at 1 January	44,815	53,920
Additions during the period / year	15,074	8,655
Finance costs for the period / year	1,375	2,463
Payments made during the period / year	(11,689)	(20,223)
	49,575	44,815

Lease liabilities are presented in condensed consolidated interim statement of financial position as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Non-current liabilities	15,866	15,947
Current liabilities	33,709	28,868
	49,575	44,815

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

9. FINANCIAL INVESTMENTS

The carrying amounts of the Group's financial investments are as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Investments measured at fair value through profit or loss (FVTPL)		
- Quoted debt securities held with banks (i)	165,611	125,528
- Quoted equity securities held with banks (i)	170,084	156,788
- Quoted shares in Qatari public shareholding companies	151,929	166,556
	487,624	448,872
Investments measured at fair value through other comprehensive income (FVOCI)		
- Quoted debt securities (ii)	283,786	342,770
- Quoted managed investment funds	55,601	55,601
- Unquoted shares	3	3
	339,390	398,374
Less: Provision for impairment of financial investments (iv)	(4,195)	(7,899)
	822,819	839,347

(i) These represent quoted debt and equity securities held with banks. These are acquired and incurred principally for the purpose of selling or repurchasing them in the near term or to take advantage of short term market movements.

(ii) Quoted debt securities at FVOCI are held with local commercial banks with original maturity of up to one to nine years and earn interest at 1.625% to 10.5% (2021: 1.625% to 10.5%).

(iii) Financial investments at FVTPL and FVOCI, except unquoted shares, have been valued using Level 1 measurement basis and there have been no transfers between Level 1 and Level 2 fair value measurements.

(iv) The provision arises from investments measured at FVOCI.

Presented in the condensed consolidated interim statement of financial position as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Non-current assets	362,093	418,658
Current assets	460,726	420,689
	822,819	839,347

10. TRADE AND OTHER RECEIVABLES

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Trade and insurance receivables	764,330	554,454
Accrued income	64,758	31,542
Advances	22,970	1,356
Prepayments	30,906	8,460
Deposits	3,578	15,969
Other receivables	106,267	156,225
	992,809	768,006
Less: Provision for impairment of trade and other receivables (Note 10.1)	(76,844)	(73,012)
	915,965	694,994

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

10. TRADE AND OTHER RECEIVABLES (CONTINUED)

10.1 Movement in the provision for impairment of trade and other receivables is as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Balance at 1 January	73,012	45,541
Provision made during the period / year	3,832	27,471
	76,844	73,012

11. CASH AND BANK BALANCES

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Cash in hand	1,704	947
Cash at bank		
- Current accounts and call deposits	233,848	203,990
- Fixed and term deposits (1) & (2)	97,617	144,479
	333,169	349,416
ECL of bank balances	(12)	(9)
Cash and bank balances as per condensed consolidated interim statement of financial position	**333,157**	349,407
Less: Cash at bank – restricted for dividend (Note 13)	(49,728)	(50,429)
Add: ECL of bank balances	12	9
	(49,716)	(50,420)
Cash and cash equivalents as per condensed consolidated interim statement of cash flows	**283,441**	298,987

(1) These fixed deposits held with banks are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes, capable of being readily convertible to a known amount of cash and with an insignificant risk of changes in value.

(2) As at 30 June 2022, these fixed deposits are held with local commercial banks with original maturity of up to three months earning interest at 0.55% to 3.56% per annum (2021: 0.55% to 1% per annum).

(3) The Group's bank overdraft has a credit limit of Euro 350,000 and bears interest at EURIBOR plus 2.75% per annum (2021: EURIBOR plus 2.75%).

12. SHARE CAPITAL

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Issued and paid up capital	**1,858,409**	1,858,409

The Company has an authorised share capital of QR 2,000 million, divided into 1 special share of nominal value of QR 1 and 1,999,999,999 ordinary shares of each of nominal value of QR 1. As at the reporting date, the Company had issued and paid up capital of QR 1,858,409 thousand (2021: QR 1,858,409 thousand) which consists of 1 special share of nominal value of QR 1 and 1,858,408,689 ordinary shares each of nominal value of QR 1 (2021: 1 special share of nominal value of QR 1 and 1,858,408,689 ordinary shares each of nominal value of QR 1). The special share is owned by QatarEnergy and may not be cancelled or redeemed without the consent of the QatarEnergy. Special share may be transferred only to the Government, any Government Corporation or any QatarEnergy affiliate. QatarEnergy exercises the control over the Company by virtue of holding the Special Share. All ordinary shares carry equal rights.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

13. DIVIDENDS PAYABLE

The Board of Directors has proposed no cash dividend for the year ended 31 December 2021.

Below is the movement in dividends payable balance during the period / year:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Balance at 1 January	50,429	75,238
Dividends paid during the period / year	(701)	(24,809)
Balance at 30 June / 31 December	**49,728**	50,429

14. LOANS AND BORROWINGS

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Loans related to drilling segment (i)	4,284,179	4,284,082
Loan related to aviation segment (ii)	11,680	27,633
Other borrowings (iii)	-	19,413
	4,295,859	4,331,128
Less: Unamortised finance costs associated with raising finance	(4,949)	(5,719)
	4,290,910	4,325,409

Presented in the condensed consolidated interim statement of financial position as follows:

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Non-current portion	3,009,791	3,692,705
Current portion	1,281,119	632,704
	4,290,910	4,325,409

(i) These borrowings are related to the Company's subsidiary, Gulf Drilling International (Qatari Private Shareholding Company) ("GDI"). GDI has entered into various borrowing arrangements with different banks. All facilities bear interest at the rates varying between 3 months LIBOR plus 1.35% - 2.70% (2021: LIBOR plus 1.35% - 2.70%). Most of these loans are to be repaid in quarterly installments. The loans obtained by GDI are unsecured.

Further, loan balances of GDI also consist of a Master Murabaha facility agreement of US$ 925 million with a local Islamic Bank. The proceeds of the facility were utilized on general corporate purposes and the settlement or refinancing of various outstanding loan facilities. The loan is unsecured and has an effective interest of LIBOR plus 2.70%, and repayable in lump sum upon maturity on 31 December 2023. GDI has drawn down US$ 708.43 million from this facility as of 30 June 2022 (2021: US$ 669.5 million).

In April 2021, GDI has obtained a Murabaha facility of US$ 45.45 million from a financial institution to finance the general working capital requirements. The facility carries interest at Qatar Central Banks Money Market Lending rate plus 0.6% subject to a minimum of 3% per annum and is secured by way of assignment over the revenue proceeds from two rigs. The facility is repayable in full on 30 April 2023. GDI has drawn down an amount of US$ 45.33 million from this facility as of 30 June 2022.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

14. LOANS AND BORROWINGS (CONTINUED)

(ii) The borrowings are related to the Company's subsidiary, Gulf Helicopters Company (Qatari Private Shareholding Company) ("GHC"). GHC have entered into various borrowing arrangements with different banks. All facilities bears interest rates varying between 3 months LIBOR plus 1.35% - 2.75% (2021: LIBOR plus 1.35% - 2.75%). The loans are to be repaid in quarterly installments. The loans are to be repaid in quarterly installments.

During 2021, GHC had obtained a loan of US$ 4 million from a bank in Turkey to finance the purchase of AW189 helicopter. The effective interest rate is six months LIBOR plus 0.9% and the facility is repayable upon its maturity i.e. in one year from the date of drawdown. The entire loan was repaid during the period.

The loans obtained are unsecured and do not have any financial covenants.

(iii) On 20 April 2014, the Company obtained syndicated Murabaha facility of US$ 80 million from a local Islamic Bank to finance the acquisition of the additional 30% shares of GDI. The effective profit rate is 6 months LIBOR plus 1.45% (2021: LIBOR plus 1.45%). The loan is repayable in 15 semi-annual instalments commencing from April 2015 and is unsecured. The loan has been repaid during the period.

15. REVENUE

A. Revenue streams

The Group mainly generates revenue from the catering, aviation, drilling and insurance and reinsurance services.

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Revenue from contracts with customers (15.1)	1,321,848	950,789
Revenue from insurance contracts (15.2)	416,621	480,880
	1,738,469	1,431,669

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

15. REVENUE (CONTINUED)

15.1 Revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary major products and service lines and timing of revenue recognition.

Major products / service lines	**Six-month period ended 30 June 2022 (Reviewed)**	Six-month period ended 30 June 2021 (Reviewed)
Revenue from drilling and ancillary services	631,891	440,445
Revenue from aviation services		
- Aviation revenues	374,043	293,124
- Maintenance and repair operation revenue	65,143	29,486
- Training revenue	2,097	15,353
	441,283	337,963
Revenue from catering and related services		
- Catering services	80,213	67,641
- Manpower services	128,002	75,956
- Accommodation and housekeeping services	27,559	18,582
- Function and events revenue	1,355	839
- Other revenues	11,545	9,363
	248,674	172,381
	1,321,848	950,789

Timing of revenue recognition

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Products and services transferred at a point in time	137,709	95,494
Products and services transferred over time	1,184,139	855,295
Revenue from contracts with customers	**1,321,848**	950,789

15.2 Revenue from insurance contracts

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Gross insurance revenue	**416,621**	480,880

The details of gross insurance revenue are as follows:

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Gross premium	588,173	697,437
Movement in unearned premium, gross	(179,728)	(219,819)
Net commission income	8,176	3,262
	416,621	480,880

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

16. DIRECT COSTS

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Direct costs of drilling and ancillary services	564,471	467,728
Gross insurance expenses (Note 16.1)	357,599	452,330
Direct costs of aviation services	253,247	206,753
Direct costs of catering and related services	240,048	195,213
	1,415,365	1,322,024

16.1 Gross insurance expenses

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Reinsurance cession	256,206	402,255
Movement in unearned premium, reinsurance	-	(119,933)
Net claims incurred	84,818	162,834
Brokerage costs	16,575	7,174
	357,599	452,330

17. OTHER INCOME

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Income tax benefit recognised pursuant to an MOU (1)	3,008	2,226
Gain from sale of financial investments	11,722	8,956
Dividend income	3,423	3,270
Miscellaneous income	7,092	7,622
	25,245	22,074

(1) This represents the tax benefit that the Group has received during the period as a result of settlement of income tax of the Group's subsidiaries through a defined arrangement between QatarEnergy, Ministry of Finance and General Tax Authority as per the Memorandum of Understanding dated 4 February 2020, signed between the above mentioned parties (Note 18).

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

18. INCOME TAX EXPENSE

In light of the provisions of the Qatar Income Tax Law No. 24 of 2018 and subsequent Executive Regulations, on 4 February 2020, QatarEnergy (Parent Company), Ministry of Finance and the General Tax Authority (GTA) reached an agreement through a Memorandum of Understanding ("MOU") which provided a mechanism for the settlement of the income tax liability of subsidiaries and joint ventures (included in the said MOU) of certain companies listed on Qatar Exchange. All four of the Group's local subsidiaries (Note 1) were included in the said MOU, according to which the income tax liability of the subsidiaries would ultimately be borne by Ministry of Finance. However, as per the MOU, the subsidiaries are required to calculate the income tax and pay such income tax amounts directly to the Company. Further, as per subsequent clarifications received from GTA, the subsidiaries assessed that they are taxable only on the profits attributable to the foreign shareholders of the Company and the income tax rate applicable to the subsidiaries is 10% (as at 31 December 2021 effective tax rate of 1.711%). Accordingly, income tax applicable to the subsidiaries for the six-month period ended 30 June 2022 amounted to QR 3.255 million (30 June 2021: QR 1.898 million) and overprovision in respect of prior year amounted to QR 0.247 million. The Group has recorded the total tax amount of QR 3.008 million as tax expense for the six-month period ended 30 June 2022.

Further, to recognise the tax benefit arising to the Group from the said MOU, the Group has recognised an income corresponding to this total tax charge for the year amounting to QR 3.008 million and is included under other income in the condensed consolidated interim statement of profit or loss and other comprehensive income (Note 17).

In determining the effective tax rate, the Company has applied judgment related to the foreign shareholding as at 31 December 2021. However, the management does not anticipate any material change to the tax amount (recorded based on effective tax rate) once it is assessed by the tax authority.

The tax expense reflected in the condensed consolidated interim statement of profit or loss and other comprehensive income represents the income tax on taxable income as detailed below:

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Current tax expense / (income):		
Current period charge	3,255	1,898
Relating to prior year, net	(247)	328
	3,008	2,226

19. RELATED PARTY DISCLOSURES

The Group, in the ordinary course of business, carries out transactions with other business enterprises that fall within the definition of related parties as per International Accounting Standard (IAS) 24 "Related Party Disclosures". The balances with related parties as at the period-end and the transactions during the period, are disclosed as follows:

a) Transactions with related parties

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Revenue – Parent, associate and affiliated entities	**949,295**	895,843
Direct and other operating expenses – Parent, associate and affiliated entities	**48,290**	87,713

In thousands of Qatari Riyals

19. RELATED PARTY DISCLOSURES (CONTINUED)

b) Related party balances

Name of the entity	Relationship	Due from		Due to	
		30 June 2022 (Reviewed)	31 December 2021 (Audited)	**30 June 2022 (Reviewed)**	31 December 2021 (Audited)
QatarEnergy	Parent	256,001	238,290	28,534	37,061
Qatargas Operating Company Limited	Affiliate	70,554	104,317	-	1,206
Gulfdrill L.L.C. (1)	Affiliate	281,217	303,470	-	-
Qatar Fuel Company (WOQOD) Q.P.S.C.	Affiliate	32,039	12,314	4,946	2,879
Others*	Affiliates	28,968	31,695	668	3,361
		668,779	690,086	34,148	44,507
Less: Provision for impairment		(3,974)	(3,732)	-	-
		664,805	686,354	**34,148**	44,507

* This includes balance pertaining to accruals of Board of Directors' retainer and attendance allowance.

The due from related party balances except (1) below, are of trading nature, bear no interest or securities and are receivable on due date as per respective contracts, which is less than 12 months from the reporting date. These balances also include accrued revenues which are not yet billed to customers at period end.

(1) The Group charges the interest of 5.75% (2021: 5.75%) per annum on the balance due from Gulfdrill L.L.C.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

19. RELATED PARTIES DISCLOSURES (CONTINUED)

c) Remuneration of key management personnel

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Board of Directors' allowances (1)	**2,596**	2,650
Other key management personnel	**9,932**	12,356

(1) This represents amount accrued for Board of Directors' retainer and attendance allowance.

20. EARNINGS PER SHARE

Basic earnings per share has been calculated by dividing the profit for the period attributable to ordinary shareholders by the adjusted weighted average number of equity shares outstanding at the end of the reporting period.

The basic and diluted earnings / (loss) per share are the same as there were no dilutive effects on earnings.

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Profit / (loss) attributable to owners of the Company (QR '000)	**167,804**	(768)
Weighted average number of ordinary shares outstanding (in shares) (Note 12)	1,858,408,690	1,858,408,690
Basic and diluted earnings / (loss) per share (expressed in QR per share)	**0.0903**	(0.0004)

21. CONTINGENCIES AND COMMITMENTS

a) Contingencies

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Contingent liabilities:		
Guarantees against performance bonds	**366,883**	328,411
Group's share in contingencies of joint ventures	**7,135**	7,064

(1) The Group, in common with the significant majority of insurers, is subject to litigation in the normal course of its business. As of the end of the reporting period, the result of the pending or threatened legal proceeding is unpredictable. No further disclosures are made to avoid prejudicing the position of the parties involved in the disputes.

b) Commitments

	30 June 2022 (Reviewed)	31 December 2021 (Audited)
Capital commitments	**204,046**	216,557

It is not anticipated that any material liabilities will arise from the commitments which were issued in the normal course of business.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

22. OPERATING SEGMENTS

The Group has four reportable segments, as described below. The segments offer different products and services and are managed separately because they require different technology and marketing strategies and also incorporated as separate legal entities. For each of the segments, the Board of Directors reviews internal management reports on at least a quarterly basis. The following summary describes the operations of each reportable segment:

Reportable segments	**Operations**
Insurance	Provides insurance and reinsurance services
Aviation	Provides helicopter transportation services throughout the Gulf Region, Libya, Turkey and Morocco and India. The aviation segment includes the information relating to Gulf Helicopters Company and its subsidiaries and joint ventures.
Catering	Provides catering, manpower and related services.
Drilling	Provides drilling and ancillary services.

As at and for the six-month period ended 30 June 2022 (Reviewed)	**Insurance**	**Aviation**	**Catering**	**Drilling**	**Total**
Segment revenue	419,770	441,283	268,911	631,891	**1,761,855**
Inter-segment revenue	(3,149)	-	(20,237)	-	**(23,386)**
External revenues	416,621	441,283	248,674	631,891	**1,738,469**
Segment profit / (loss) before tax	34,889	163,355	(1,167)	(23,252)	**173,825**
Segment assets	2,326,046	1,559,318	384,193	5,285,510	**9,555,067**
Segment liabilities	1,668,388	184,191	290,276	4,711,185	**6,854,040**

As at and for the six-month period ended 30 June 2021 (Reviewed)	Insurance	Aviation	Catering	Drilling	Total
Segment revenue	481,708	337,963	195,444	440,445	1,455,560
Inter-segment revenue	(829)	-	(23,062)	-	(23,891)
External revenues	480,879	337,963	172,382	440,445	1,431,669
Segment profit / (loss) before tax	32,563	111,332	(9,449)	(132,395)	2,051
Segment assets	2,564,567	1,484,471	361,943	5,522,214	9,933,195
Segment liabilities	1,893,330	246,341	260,625	4,856,937	7,257,233

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

22. OPERATING SEGMENTS (CONTINUED)

22.1 Reconciliation of reportable segments profit or loss

	Six-month period ended 30 June 2022 (Reviewed)	Six-month period ended 30 June 2021 (Reviewed)
Total profit for reportable segments before tax	173,825	2,051
Other unallocated profit or loss (Profit or loss of parent company)	165,271	123,505
Elimination of dividends from subsidiaries to parent company	(164,890)	(119,874)
Other consolidation adjustments	(3,465)	(4,248)
Consolidated profit for the period before tax	**170,741**	1,434

22.2 Reconciliation of reportable segments total assets

	30 June 2021 (Reviewed)	31 December 2020 (Audited)
Total assets for reportable segments	9,555,067	9,396,314
Other un-allocable assets	3,248,291	3,111,754
Elimination of investments in subsidiaries	(2,574,398)	(2,574,398)
Assets relating to purchase price allocation	89,636	94,000
Asset relating to goodwill	303,559	303,559
Elimination of inter-segments assets	(340,998)	(411,837)
Consolidated total assets	**10,281,157**	9,919,392

There have been no changes to the basis of segmentation or the measurement basis for the segment profit or loss or total assets since 31 December 2021.

23. FINANCIAL INSTRUMENTS - FAIR VALUE

The fair value of financial investments that are actively traded in organized financial markets is determined by reference to quoted market bid prices for assets and offer prices for liabilities at the close of business at the end of the reporting period.

For financial instruments where there is no active market, the fair value is determined by using valuation techniques. Such techniques include using recent arm’s length transactions, reference to the current market value of another instrument which is substantially the same and/or discounted cash flow analysis. For discounted cash flow techniques, estimated future cash flows are based on management’s best estimates and the discount rate used is a market related rate for a similar instrument.

If the fair values cannot be measured reliably, these financial instruments are measured at cost.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying value of the financial assets and liabilities approximates their fair values.

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

23. FINANCIAL INSTRUMENTS - FAIR VALUE (CONTINUED)

The estimated fair values of the Group's major financial instruments are provided in the tables below:

30 June 2022 (Reviewed)	FVTPL	FVTOCI	Amortized cost	Total carrying value	Fair Value
Assets					
Cash and bank balances	-	-	333,157	333,157	333,157
Short-term investments	-	-	481,834	481,834	481,834
Trade and other receivables	-	-	858,511	858,511	858,511
Reinsurance contract assets	-	-	624,835	624,835	624,835
Due from related parties	-	-	664,805	664,805	664,805
Financial investments	487,624	335,195	-	822,819	822,819
	487,624	**335,195**	**2,963,142**	**3,785,961**	**3,785,961**
Liabilities					
Loans and borrowings	-	-	4,290,910	4,290,910	4,290,910
Due to related parties	-	-	34,148	34,148	34,148
Trade payables, accruals and other liabilities	-	-	541,924	541,924	541,924
Insurance contract liabilities	-	-	948,801	948,801	948,801
Reinsurance premium payable	-	-	247,980	247,980	247,980
Dividends payable	-	-	49,728	49,728	49,728
	-	**-**	**6,113,491**	**6,113,491**	**6,113,491**

AS AT AND FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2022 In thousands of Qatari Riyals

23. FINANCIAL INSTRUMENTS - FAIR VALUE (CONTINUED)

31 December 2021 (Audited)	FVTPL	FVOCI	Amortized cost	Total carrying value	Fair value
Assets					
Cash and bank balances	-	-	349,407	349,407	349,407
Short-term investments	-	-	348,632	348,632	348,632
Trade and other receivables	-	-	669,209	669,209	669,209
Reinsurance contract assets	-	-	612,836	612,836	612,836
Due from related parties	-	-	686,354	686,354	686,354
Financial investments	448,872	390,475	-	839,347	839,347
	448,872	390,475	2,666,438	3,505,785	3,505,785
Liabilities					
Loans and borrowings	-	-	4,325,409	4,325,409	4,325,409
Due to related parties	-	-	44,507	44,507	44,507
Trade payables, accruals and other liabilities	-	-	577,861	577,861	577,861
Insurance contract liabilities	-	-	957,951	957,951	957,951
Reinsurance premium payable	-	-	204,597	204,597	204,597
Dividends payable	-	-	50,429	50,429	50,429
	-	-	6,160,754	6,160,754	6,160,754

24. IMPACT OF COVID-19

Business outlook remain affected by risks and uncertainties caused by the spread of the COVID-19, which was declared a pandemic by the World Health Organization during March 2020. The situation continues to pose a range of business and financial challenges to the businesses globally and across various sectors of the economy in the State of Qatar.

The Group has taken adequate measures to ensure business continuity due to the circumstances arising from COVID-19. The management has assessed the accounting implications of these developments on these financial statements wherever applicable, including but not limited to the impairment of tangible assets under IAS 36, ‘Impairment of non-financial assets’, expected credit losses under IFRS 9, ‘Financial Instruments’, the net realizable value of inventory under IAS 2, ‘Inventories’ and contingent liabilities under IAS 37, ‘Provisions, Contingent Liabilities and Contingent Assets’. The management has ensured that all necessary steps have been taken to ensure smooth and adequate continuation of its business in order to maintain business performance despite the hindered economic activity.

Based on the assessment, the management of the Group is of the view that there is no material impact of COVID-19 on the carrying amounts of assets and liabilities as at 30 June 2022. The management will continue to monitor the potential impact and take necessary steps to mitigate any effects.

25. COMPARATIVE FIGURES

Certain comparative financial figures for the previous period / year have also been reclassified, where necessary, in order to conform to the current period’s presentation. Such reclassifications do not affect the previously reported net losses, net assets or equity.