

**GULF INTERNATIONAL SERVICES Q.P.S.C.**

**INTERIM CONDENSED UNAUDITED  
CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE NINE-MONTH PERIOD ENDED 30  
SEPTEMBER 2021**

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**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**INTERIM UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 September 2021**

		In thousands of Qatari Riyals	
	Note	30 September 2021 (Unaudited)	31 December 2020 (Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	3	5,727,691	5,828,631
Goodwill		303,559	303,559
Right-of-use assets		36,124	45,352
Contract assets		-	14,959
Equity-accounted investees	4	16,588	14,593
Financial investments		423,719	369,496
<b>Total non-current assets</b>		<b>6,507,681</b>	<b>6,576,590</b>
<b>Current assets</b>			
Inventories		270,779	238,301
Contract assets		14,943	410
Due from related parties		591,106	658,091
Financial investments		434,924	365,457
Trade and other receivables		707,303	620,926
Reinsurance contract assets		913,585	806,130
Short term investments		137,369	229,034
Cash and bank balances		625,271	461,538
<b>Total current assets</b>		<b>3,695,280</b>	<b>3,379,887</b>
<b>TOTAL ASSETS</b>		<b>10,202,961</b>	<b>9,956,477</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital		1,858,409	1,858,409
Legal reserve		371,389	371,389
General reserve		74,516	74,516
Foreign currency translation reserve		(35,761)	(25,712)
Revaluation Reserve		27,875	-
Fair value reserve		9,291	22,475
Retained earnings		992,557	951,292
<b>Equity attributable to owners of the Company</b>		<b>3,298,276</b>	<b>3,252,369</b>
Non-controlling interests		(155)	(52)
<b>Total equity</b>		<b>3,298,121</b>	<b>3,252,317</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities		17,584	25,682
Loans and borrowings		3,691,524	3,702,262
Contract liabilities		-	306
Provision for decommissioning costs		41,598	41,598
Provision for employees' end of service benefits		99,333	91,388
<b>Total non-current liabilities</b>		<b>3,850,039</b>	<b>3,861,236</b>
<b>Current liabilities</b>			
Bank overdraft		-	14
Lease liabilities		28,991	28,238
Dividends payable		59,368	75,238
Loans and borrowings		678,970	743,127
Trade and other payables		815,422	713,432
Due to related parties		24,815	45,264
Insurance contract liabilities		1,445,890	1,228,652
Contract liabilities		1,345	8,959
<b>Total current liabilities</b>		<b>3,054,801</b>	<b>2,842,924</b>
<b>Total liabilities</b>		<b>6,904,840</b>	<b>6,704,160</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>10,202,961</b>	<b>9,956,477</b>

These consolidated financial statements were approved by the Board of Directors of the Company and signed on its behalf by the following on 28 October 2021:



**Khalid Bin Khalifa Al-Thani**  
Chairman



**Saad Rashid Al-Muhannadi**  
Vice Chairman

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**INTERIM UNAUDITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER**  
**COMPREHENSIVE INCOME**

**For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

	Note	30 September 2021 (Unaudited)	30 September 2020 (Unaudited)
Revenue		2,246,670	2,266,213
Direct costs		(2,033,592)	(1,968,349)
<b>Gross profit</b>		<b>213,078</b>	297,864
Other income/ loss	6	51,185	86,754
General and administrative expenses		(148,099)	(152,491)
Other expenses		(3,563)	(8,019)
<b>Operating profit</b>		<b>112,601</b>	224,108
Finance income		25,329	21,527
Finance cost		(96,298)	(131,498)
Net finance cost		(70,969)	(109,971)
<b>Share of profit of equity-accounted investees</b>		<b>1,995</b>	1,847
Profit / Loss for the period before tax		43,627	115,984
Income tax expense		(2,465)	(67,329)
<b>Profit / Loss for the period</b>		<b>41,162</b>	48,655
<b>Other comprehensive income /loss</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Equity investments at Fair Value Through Other		(13,185)	(3,554)
Comprehensive Income (FVTOCI) – change in fair value			
Foreign operations – foreign currency translation		(10,048)	(19,453)
<b>Other comprehensive income / (loss) for the period</b>		<b>(23,233)</b>	(23,007)
<b>Total comprehensive income/ loss for the period</b>		<b>17,929</b>	25,648
<i>(Loss) / profit attributable to:</i>			
Equity holders of the Parent		41,265	48,822
Non-controlling interest		(103)	(167)
		<b>41,162</b>	48,655
<i>Total comprehensive (loss) / income attributable to:</i>			
<i>Owners of the parent</i>		18,033	25,815
<i>Non-controlling interests</i>		(103)	(167)
		<b>17,929</b>	25,648
<b>Earnings per share</b>			
Basic and diluted (loss) / earnings per share (Qatari Riyal)	5	0.022	0.026

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**INTERIM UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

	Share capital	Legal reserve	General reserve	Foreign currency translation reserve	Fair value reserve	Revaluation Reserve	Retained earnings	Equity attributable to equity holders of the Parent	Non-controlling interest	Total
2020										
Balance at 1 January 2020 (Audited)	1,858,409	366,295	74,516	(11,578)	(1,095)	-	1,294,376	3,580,923	-	3,580,923
Prior year adjustment							(9,689)	(9,689)	-	(9,689)
Balance at 1 January 2020 (Restated)	1,858,409	366,295	74,516	(11,578)	(1,095)	-	1,284,687	3,571,234	-	3,571,234
Non-controlling interest in subsidiary acquired	-	-	-	-	-	-	-	-	188	188
Profit for the period	-	-	-	-	-	-	48,822	48,822	(167)	48,655
Transfer to Retained Earnings	-	-	-	-	9,823	-	(9,823)	-	-	-
Other comprehensive income / loss for the period	-	-	-	(19,453)	(3,554)	-	-	(23,007)	-	(23,007)
Total comprehensive income / loss for the period	-	-	-	(19,453)	6,269	-	38,951	25,815	(167)	25,648
Balance at 30 September 2020 (Unaudited)	1,858,409	366,295	74,516	(31,031)	5,174	-	1,323,686	3,597,049	21	3,597,070
2021										
Balance at 1 January 2021 (Audited)	<b>1,858,409</b>	<b>371,389</b>	<b>74,516</b>	<b>(25,713)</b>	<b>22,475</b>	-	<b>951,292</b>	<b>3,252,368</b>	<b>(52)</b>	<b>3,252,316</b>
Profit for the period							41,265	41,265	(103)	41,162
Other comprehensive income / loss for the period	-	-	-	(10,048)	(13,185)	-	-	(23,233)	-	(23,233)
Total comprehensive income / loss for the period	-	-	-	(10,048)	(13,185)	-	41,265	18,033	(103)	17,929
Property Plant & Equipment Revaluation	-	-	-	-	-	27,875	-	27,875	-	27,875
Balance at 30 September 2021 (Unaudited)	<b>1,858,409</b>	<b>371,389</b>	<b>74,516</b>	<b>(35,761)</b>	<b>9,291</b>	<b>27,875</b>	<b>992,557</b>	<b>3,298,276</b>	<b>(155)</b>	<b>3,298,121</b>

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**INTERIM UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Nine-month period ended 30 September 2021**

in thousands of Qatari Riyals

	<b>30 September 2021</b>	30 September 2020
	<b>(Unaudited)</b>	(Unaudited)
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit / loss for the period before tax	43,627	115,984
Adjustments for:		
Depreciation of property and equipment	274,973	293,413
Depreciation of right of use asset	16,706	17,485
Provision for employees' end of service benefits	18,722	14,447
Net movement of financial assets at fair value through profit or loss	(29,159)	16,011
Impairment of financial assets	8,479	(5,766)
(Loss) gain on sale of securities	(10,471)	(6,650)
Amortisation of finance cost related to borrowings	3,931	5,584
Provision for slow moving inventories, net of reversals	556	3,514
Profit distribution from managed investment funds	(2,933)	(2,866)
Finance income	(25,329)	(21,527)
Finance costs	96,298	131,499
Dividend income	(3,292)	(3,917)
Gain on remeasurement of equity account investment	(1,995)	(1,847)
Movement in unearned premiums	151,835	193,761
Reversal of provision for ECL	(1,681)	(5,194)
Tax benefit	(2,465)	(67,328)
Provision for Impairment of Aircraft	-	3,805
Impairment loss on goodwill	-	7,326
Other movement	7	(9,641)
	<b>537,809</b>	678,093
Changes in:		
Inventories	(33,035)	(30,075)
Trade and insurance receivables, prepayments and due from related parties	(148,833)	64,754
Contract assets	427	1,429
Contract liabilities	(7,920)	(9,943)
Trade and insurance payables, accruals	163,385	(228,924)
<b>Cash generated from operating activities</b>	<b>511,833</b>	475,334
Employees' end of service benefits paid	(10,777)	(16,708)
<b>Net cash generated from operating activities</b>	<b>501,056</b>	458,626

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**INTERIM UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**For the Nine-month period ended 30 September 2021**

in thousands of Qatari Riyals

	<b>30 September, 2021</b>	30 September ,2020
	<b>(Unaudited)</b>	(Unaudited)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property and equipment	(62,591)	(52,375)
Purchase of financial investments	(95,701)	(73,892)
Purchase of fixed assets	(101,780)	(55,903)
Net movement short term investments	51,515	117,042
Interest received	24,519	21,527
Investment in joint venture	-	(137,541)
Proceeds from disposal and maturity of financial assets	-	35
Net movement in cash at banks – restricted for dividend	15,870	2,078
Profit distribution from managed investment funds	2,933	2,866
Dividend received	3,292	3,917
Net cash used in investing activities	<b>(161,943)</b>	<b>(172,246)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from loans and borrowings	258,051	470,289
Repayment of loans and borrowings	(336,875)	(610,747)
Dividends paid	(15,920)	(2,078)
Finance cost paid	(96,298)	(131,498)
Payment of lease liabilities	(17,089)	(6,553)
Net cash used in financing activities	<b>(208,131)</b>	<b>(280,587)</b>
Net decrease in cash and cash equivalents	130,984	5,793
Change in foreign currency reserve	8,506	(561)
Addition on acquisition of subsidiary	-	1,395
Cash and cash equivalents at 1 January	386,287	438,600
Cash and cash equivalents for the period *	<b>525,777</b>	<b>445,227</b>

\*Cash and cash equivalents exclude deposits maturing after 90 days and the unclaimed dividend amounts

**GULF INTERNATIONAL SERVICES Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**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 interim consolidated financial statements comprise of the Company and its subsidiaries (together referred to as the ‘Group’). The Group is primarily involved in provision of drilling, aviation, insurance and reinsurance and catering services.

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 interim consolidated 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:

Name of the company	Relationship	Country of incorporation	Percentage of holding	
			30 September 2021	31 December 2020
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 interim consolidated 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:

Entity	Relationship	Country of Incorporation	Beneficial ownership interest	
			30 September 2021	31 December 2020
Gulf Drill 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 (UHPL)	Subsidiary / joint venture	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 & Leasing Company	Indirect subsidiary	Morocco	100%	100%



**GULF INTERNATIONAL SERVICES Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**1. REPORTING ENTITY (CONTINUED)**

Where necessary, adjustments are made to the interim 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. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies adopted in the preparation of this interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2020.

**3. PROPERTY, PLANT AND EQUIPMENT**

	<b>30 September 2021 (Unaudited)</b>	31 December 2020 (Audited)
Opening net book value	5,828,631	6,421,124
Additions	164,371	152,910
Foreign currency translation on consolidation	(19,440)	(15,912)
Transfer	-	(6,455)
Provision for Impairment	-	(308,261)
Revaluation of Asset	29,278	-
Disposal	(176)	-
Depreciation	(274,973)	(414,775)
Closing net book value	<b>5,727,691</b>	5,828,631

**4. EQUITY-ACCOUNTED INVESTEEES**

	<b>30 September 2021 (Unaudited)</b>	31 December 2020 (Audited)
Investment in joint ventures	<b>16,588</b>	14,593

The Group has investment in below joint ventures at the reporting date:

- i. Gulf Drill L.L.C.
- ii. Gulf Med Aviation Services Limited
- iii. Air Ocean Maroc

**Gulf Drill L.L.C. (GD):**

The Group has entered into a joint venture arrangement with Seadrill Jack Up Holding Limited to form Gulf Drill L.L.C ("GD"), an entity registered in the State of Qatar in accordance with the provisions of the QFC. As per the joint venture agreement, the Group has 50% interest in GD.

GD is structured as a separate entity and the Group has a residual interest in the net assets of this entity. Accordingly, the Group has classified its interest in GD as a joint venture.

**GULF INTERNATIONAL SERVICES Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**Gulf Med Aviation Services Limited (GASL):**

GASL is a joint venture in which the Group has joint control and a 49% beneficial ownership interest. GASL is one of the Group's customers and is principally engaged in helicopter Services in Malta. GASL is not publicly listed.

GASL is structured as a separate entity and the Group has a residual interest in the net assets of GASL. Accordingly, the Group has classified its interest in GASL as a joint venture.

**Air Ocean Maroc (AOM):**

AOM is a joint venture in which the Group has joint control and a 49% beneficial ownership interest through one of its subsidiaries, Gulf Helicopters Investment & Leasing Company. AOM is principally engaged in helicopter Services in Morocco. AOM is not publicly listed.

AOM is structured as a separate entity and the Group has a residual interest in the net assets of AOM. Accordingly, the Group has classified its interest in AOM as a joint venture.

The following table summarises the financial information of GD, GASL and AOM as included in their own financial statements. The table also reconciles the summarised financial information to the carrying amount of the Group's interest in these joint ventures.

**4. EQUITY-ACCOUNTED INVESTEEES (CONTINUED)**

	<b>GD LLC</b>	<b>GASL</b>	<b>AOM</b>	<b>Total</b>
<b>30 September 2021</b>				
<i>Percentage ownership interest</i>	<b>50%</b>	<b>49%</b>	<b>49%</b>	
Non-current assets	894,863	638	473	895,974
Non-current liabilities	(576,193)	-	(1,530)	(577,723)
Current assets	280,565	18,514	7,574	306,653
Current liabilities	(589,302)	(12,497)	(2,208)	(604,007)
<b>Net Assets (100%)</b>	<b>9,933</b>	<b>6,655</b>	<b>4,309</b>	<b>20,897</b>
Carrying amount of interest in joint venture	<b>4,966</b>	<b>4,941</b>	<b>6,681</b>	<b>16,588</b>
Additional Investment during year				
Revenue	348,279	54,363	28,797	431,439
Expenses	(353,577)	(52,090)	(21,592)	(427,259)
(Loss)/ profit for the year and other comprehensive income	(5,297)	2,273	7,204	4,180
Group's share of profit and other comprehensive income	<b>(2,649)</b>	<b>1,114</b>	<b>3,530</b>	<b>1,995</b>
<b>Carrying amount of the investment</b>	<b>4,966</b>	<b>4,941</b>	<b>6,681</b>	<b>16,588</b>

## GULF INTERNATIONAL SERVICES Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the Nine-month period ended 30 September 2021

In thousands of Qatari Riyals

<b>31 December 2020</b>	<b>GD LLC</b>	<b>GASL</b>	<b>AOM</b>	<b>Total</b>
<i>Percentage ownership interest</i>	50%	49%	49%	
Non-current assets	532,977	1,324	757	<b>535,058</b>
Non-current liabilities	(170,970)	-	(2,877)	<b>(173,847)</b>
Current assets	84,864	32,641	10,445	<b>127,950</b>
Current liabilities	(431,640)	(26,089)	(5,513)	<b>(463,242)</b>
<b>Net assets (100%)</b>	<b>15,231</b>	<b>7,876</b>	<b>2,812</b>	<b>25,919</b>
Carrying amount of interest in joint ventures	7,615	3,827	3,151	<b>14,593</b>
Investments made during year	2	-	-	<b>2</b>
Revenue	161,243	55,565	12,270	<b>229,078</b>
Expenses	146,016	50,375	13,902	<b>210,293</b>
Profit /(loss) for the year and other comprehensive income	15,227	5,190	(1,632)	<b>18,785</b>
Group's share of profit / (loss) and other comprehensive income	<b>7,613</b>	<b>2,543</b>	<b>(800)</b>	<b>9,356</b>
<b>Carrying amount of the investments</b>	<b>7,615</b>	<b>3,827</b>	<b>3,151</b>	<b>14,593</b>

*Reconciliation of carrying amounts:**30 September 2021*

	<b>GD LLC</b>	<b>GASL</b>	<b>AOM</b>	<b>Total</b>
<b>Balance at 1 January</b>	7,615	3,827	3,151	14,593
Additional investment made during the period				
Group's share of profit / (loss) for the period	(2,649)	1,114	3,530	1,995
<b>Balance at 30 September 2021</b>	<b>4,966</b>	<b>4,941</b>	<b>6,681</b>	<b>16,588</b>

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**5. EARNINGS PER SHARE**

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

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

	<b>30 September 2021 (Unaudited)</b>	<b>30 September 2020 (Unaudited)</b>
<b>Profit / Loss for the period (thousand QR)</b>	<b>41,162</b>	<b>48,655</b>
Weighted average number of ordinary shares outstanding during the period (in shares)	<b>1,858,408,690</b>	<b>1,858,408,690</b>
<b>Basic and diluted earnings per share (expressed in QR per share)</b>	<b>0.022</b>	<b>0.026</b>

**6. OTHER INCOME /LOSS**

	<b>30 September 2021 (Unaudited)</b>	<b>30 September 2020 (Unaudited)</b>
Income tax benefit recognised pursuant to an MOU*	<b>2,465</b>	67,329
Others	<b>48,720</b>	19,425
	<b>51,185</b>	86,754

\* This represents the tax benefit that the Group has received as a result of settlement of income tax of the Company and its local subsidiaries through the defined arrangement between the public shareholding company, QatarEnergy and the Ministry of Finance as per the Memorandum of Understanding.

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**7. INCOME TAX EXPENSE**

Income tax expense is recognised at an amount determined by multiplying the profit/ (loss) before tax for the interim reporting period by management’s best estimate of the weighted-average annual income tax rate, prevailing in the State of Qatar and other tax jurisdictions, 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 used in these condensed consolidated interim financial statements may differ from the management’s estimate of the effective tax rate for the annual consolidated financial statements.

In light of the provisions of the new Qatar Income Tax Law No. 24 of 2018 and related Executive Regulations issued subsequently, on 4 February 2020, QatarEnergy (the parent of the Company), Ministry of Finance and the General Tax Authority have reached an agreement through a Memorandum of Understanding (“the MOU”) which provided a mechanism for the settlement of the income tax on share of profit attributable to certain companies listed on Qatar Exchange together with their subsidiaries and joint ventures and included in the said MOU. Gulf International Services Q.P.S.C. (GIS) and all four of its local subsidiaries were included in the said MOU, The MOU also states that the tax amounts due on the share of the public shareholding companies will be recorded in the books and in the tax returns to be submitted to General Tax Authority.

To recognise the tax benefit arising to the Group from the said MOU, the Group has recognised the total income tax amounting to (QR 2,465) as other income which otherwise should have been payable to General Tax Authority.

**8. 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**

Insurance  
 Aviation

Catering  
 Drilling

**Operations**

Provides insurance and reinsurance services

Provides helicopter transportation services in Qatar and India. Also operating as a provider of helicopter services throughout the Gulf Region, Libya, Turkey, and Morocco. The aviation segment includes the information relating to Gulf Helicopters Group’s joint ventures and its subsidiaries.

Provides catering, manpower and related services.

Provides drilling and ancillary services.

**GULF INTERNATIONAL SERVICES Q.P.S.C.**  
**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**For the Nine-month period ended 30 September 2021**

In thousands of Qatari Riyals

**8. OPERATING SEGMENTS (CONTINUED)**

<b>For the period ended as 30 September 2021</b>	<b>Insurance</b>	<b>Aviation</b>	<b>Catering</b>	<b>Drilling</b>	<b>Total</b>
Segment revenue	746,346	527,602	290,412	716,236	2,280,596
Inter-segment revenue	(1,546)	-	(32,381)	-	(33,926)
<b>External revenue</b>	<b>744,800</b>	<b>527,602</b>	<b>258,031</b>	<b>716,236</b>	<b>2,246,670</b>
Segment Direct cost	(705,132)	(316,579)	(294,593)	(708,766)	(2,025,070)
<b>Segment profit/ (loss) before tax</b>	<b>50,252</b>	<b>174,638</b>	<b>(18,607)</b>	<b>(158,653)</b>	<b>47,630</b>
Finance income	12,427	1,178	1,952	7,076	22,633
Finance cost	-	(1,293)	(1,573)	(92,459)	(95,325)
Share of profit/loss from equity accounted investees	-	<b>4,644</b>	-	<b>(2,649)</b>	<b>1,995</b>

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**For the Nine-month period ended 30 September 2021**

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**8. OPERATING SEGMENTS (CONTINUED)**

<b>For the period ended as 30 September 2020</b>	<b>Insurance</b>	<b>Aviation</b>	<b>Catering</b>	<b>Drilling</b>	<b>Total</b>
Segment revenue	737,336	490,306	345,937	723,291	2,296,871
Inter-segment revenue	(1,738)	-	(28,919)	-	(30,658)
<b>External revenue</b>	<b>735,598</b>	<b>490,306</b>	<b>317,018</b>	<b>723,291</b>	<b>2,266,213</b>
Segment Direct cost	(666,786)	(309,247)	(336,098)	(647,695)	(1,959,827)
<b>Segment profit/ (loss) before tax</b>	<b>34,805</b>	<b>421,870</b>	<b>(4,197)</b>	<b>(120,132)</b>	<b>332,346</b>
Finance income	11,764	1,562	2,399	1,925	17,650
Finance cost	-	(2,456)	(63)	(125,460)	(127,979)
Share of profit/loss from equity accounted investees	-	472	-	1,375	1,847
	<b>Insurance</b>	<b>Aviation</b>	<b>Catering</b>	<b>Drilling</b>	<b>Total</b>
<b>Segment assets for the period ended as 30 September 2021</b>	<b>2,409,383</b>	<b>1,515,875</b>	<b>344,596</b>	<b>5,362,056</b>	<b>9,631,911</b>
Equity accounted investees	-	11,622	-	4,966	16,588
<b>Segment liabilities</b>	<b>1,723,557</b>	<b>200,871</b>	<b>252,436</b>	<b>4,723,039</b>	<b>6,899,903</b>
	<b>Insurance</b>	<b>Aviation</b>	<b>Catering</b>	<b>Drilling</b>	<b>Total</b>
<b>Segment assets for the period ended as 31 December 2020</b>	<b>2,137,378</b>	<b>1,463,151</b>	<b>329,042</b>	<b>5,506,766</b>	<b>9,436,337</b>
Equity accounted investees	-	6,978	-	7,615	14,593
<b>Segment liabilities</b>	<b>1,452,284</b>	<b>242,427</b>	<b>218,228</b>	<b>4,710,615</b>	<b>6,623,554</b>