

**QATAR CINEMA AND FILM
DISTRIBUTION COMPANY – Q.P.S.C
DOHA – QATAR**

**INTEREM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD
ENDED MARCH 31, 2022**

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INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

	Note	March 31, 2022 (Unreviewed)	December 31, 2021 (Audited)
ASSETS			
current assets:			
Cash and bank balances	(1)	15,694,188	18,138,824
Accounts receivable	(2)	1,344,298	1,500,789
Inventory and spare parts		279,127	248,384
Prepayments and other debit balances	(3)	1,267,485	1,321,063
Total Current Assets		18,585,098	21,209,060
Non-Current Assets :			
Available-for-sale investments	(4)	42,194,128	39,406,477
Investment properties	(5)	76,989,353	77,846,474
Property and equipment	(6)	19,401,767	19,407,400
Right of use asset		6,352,607	6,557,236
Total Non-Current Assets		144,937,855	143,217,587
Total Assets		163,522,953	164,426,647
LIABILITIES AND SHAREHOLDERS' EQUITY:			
Current Liabilities:			
Accounts payable		263,673	1,035,544
Borrowings		3,500,000	3,500,000
Advance rent received		809,951	890,951
Dividends payable		6,484,778	6,283,816
Accruals and other credit balances	(7)	225,359	1,166,382
Total Current Liabilities		11,283,761	12,876,693
Non -Current Liabilities:			
Employees' end of service benefits		1,205,249	1,182,298
Lease liabilities		9,490,030	9,381,302
Total Non-Current Liabilities		10,695,279	10,563,600
Total Liabilities		21,979,040	23,440,293
Shareholders' Equity:			
Share capital	(8)	62,807,950	62,807,950
Legal reserve		37,992,630	37,992,630
General reserve		2,663,152	2,663,152
Fair value reserve		18,133,257	15,345,606
Retained earnings		19,946,924	22,177,016
Total shareholders' Equity		141,543,913	140,986,354
Total Liabilities and Shareholders' Equity		163,522,953	164,426,647

These interim Condensed Financial statements were approved on April 27, 2022 and signed by:

Ali Ishaq Hussein Al Ishaq
Managing Director & CEO

Ahmed Abdul Rahman Fakhroo
Chairman

INTERIM STATEMENT OF PROFIT OR LOSS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31,2022

	Note	For The Three Months Period Ended March 31,	
		2022	2021
		(Unreviewed) QR.	(Unreviewed) QR.
Operating income	(9)	839,045	344,347
Direct Cost	(10)	(1,244,317)	(939,565)
Gross Operating Profit		(405,272)	(595,218)
General & Administrative expenses	(11)	(1,503,292)	(1,256,523)
Depreciation of property, Equipment and investment properties		(990,960)	(1,153,593)
Dividends income		1,207,147	887,394
Rental income		3,096,075	3,458,389
Finance costs		(143,828)	(198,208)
Other income	(12)	483,144	107,574
Depreciation of right-of-use assets		(204,629)	(204,629)
Net profit for the period		1,538,385	1,045,186
Basic / diluted earnings per share	(13)	0.03	0.017

INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME ITEMS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31,2022

Note	For The Three Months Period Ended March 31,	
	2022	2021
	(Unreviewed) QR.	(Unreviewed) QR.
Net profit for the period	1,538,385	1,045,186
Other comprehensive income items		
Net changes in Fair value of Available for sale investments	2,787,651	273,276
Total comprehensive (loss) income for the period	4,326,036	1,318,462

QATAR CINEMA AND FILM DISTRIBUTION COMPANY (Q.S.C.)
DOHA - QATAR

INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	Share Capital QR.	Legal Reserve QR.	General Reserve QR.	Fair Value Reserve QR.	Retained Earnings QR.	Proposed Dividends QR.	Total QR.
Balance as at January 1, 2021 (Audited)	62,807,950	37,992,630	2,663,152	8,559,780	26,355,912	--	138,379,424
Net income for the period	--	--	--	--	1,045,186	--	1,045,186
Net movement in Fair value reserve	--	--	--	273,276	--	--	273,276
Dividends payable	--	--	--	--	(6,280,795)	--	(6,280,795)
Balance as at March 31, 2021 (Unreviewed)	62,807,950	37,992,630	2,663,152	8,833,056	21,120,303	--	133,417,091
Balance as at January 1, 2022 (Audited)	62,807,950	37,992,630	2,663,152	15,345,606	22,177,016	--	140,986,354
Net income for the period	--	--	--	--	1,538,385	--	1,538,385
Net movement in Fair value reserve	--	--	--	2,787,651	--	--	2,787,651
Dividends payable	--	--	--	--	(3,768,477)	--	(3,768,477)
Balance as at March 31, 2022 (Unreviewed)	62,807,950	37,992,630	2,663,152	18,133,257	19,946,924	--	141,543,913

INTERIM STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

Note	For The Three Months Period Ended	
	March 31,	March 31,
	2022 (Unreviewed) QR.	2021 (Unreviewed) QR.
Cash Flows From Operating Activities		
Net Profit for the period	1,538,385	1,045,186
Adjustments for:		
Depreciation of property and equipment and investment properties	1,195,589	1,358,222
Finance charges	143,828	198,208
Employees' end of service benefits	28,225	40,642
Net cash flows from operating activities before changes in working capital	2,906,027	2,642,258
Accounts receivable	210,069	(247,152)
Inventory and spare parts	(30,743)	12,511
Accounts payable	(1,712,894)	(302,707)
Advance rent received	(81,000)	(544,169)
	1,291,459	1,560,741
Employees' end of service benefits Paid	(5,274)	(23,558)
Sports & social support fund	(53,895)	(123,804)
Net cash generated by operating activities	1,232,290	1,413,379
Cash Flows From Investing Activities		
Additions of property and equipments	(128,206)	(2,017,990)
Acquisition of available-for sale investments	---	---
Net Cash Used in Investing Activities	(128,206)	(2,017,990)
FINANCING ACTIVITIES		
Finance charges paid	(35,100)	(105,975)
Dividends paid	(3,513,620)	(5,842,488)
Net cash used in financing activities	(3,548,720)	(5,948,463)
Net increase in cash and cash equivalents	(2,444,636)	(6,553,074)
cash and cash equivalents - beginning of period	18,138,824	23,447,147
Cash and Cash equivalents -end of period	15,694,188	16,894,073

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

1. Cash and bank balances:

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Cash on hand	10,416	--
Cash at banks – current accounts	15,538,994	17,994,077
Short term fixed deposits	144,778	144,747
	15,694,188	18,138,824

Term and call deposits earn annual profit rate 0.75 with original maturity of 90 days.

2. Accounts Receivable

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Accounts receivable	1,206,996	2,362,089
Notes receivable	1,430,055	--
Provision for doubtful debts	(1,292,753)	(861,300)
	1,344,298	1,500,789

3. Prepayments and other debit Balances

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Due From Staff	229,749	233,150
Letters of guarantee margin	631,581	640,574
Prepayment and other debit balances	406,155	447,339
	1,267,485	1,321,063

4. Available for Sale investments

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Fair value at the beginning of the Period/Year	39,406,477	32,620,650
Acquisition during the Period/Year	4,373,684	---
Disposals during the Period/Year	(1,586,033)	---
Net changes in Fair value	2,787,651	6,785,826
	<u>42,194,128</u>	<u>39,406,477</u>

5. Investment properties

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Net Book Value, beginning balance	77,846,474	81,264,698
Additions during the Period/Year	---	8,794
Depreciation Charge for the Period/Year	(857,121)	(3,427,018)
Net Book value, ending balance	<u>76,989,353</u>	<u>77,846,474</u>

6. Property and equipment

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Net Book Value, beginning balance	19,407,400	18,193,037
Additions during the year / Period	128,206	1,735,067
Depreciation Charge for the year / Period	(133,839)	(519,782)
Impairment During the year / Period	--	(922)
Net Book value, ending balance	<u>19,401,767</u>	<u>19,407,400</u>

7. ACCRUALS AND OTHER CREDIT BALANCES

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Accrued expenses	225,359	1,112,487
Provision for social contribution	---	53,895
	<u>225,359</u>	<u>1,166,382</u>

8. SHARE CAPITAL

	March 31, 2022 (Unreviewed) QR.	December 31, 2021 (Audited) QR.
Capital –authorized, issued and fully paid: 62,807,950 shares par value QR. 0.10 per share	<u>62,807,950</u>	<u>62,807,950</u>

9. OPERATING INCOME

	For The Three Months Period Ended	
	March 31, 2022 (Unreviewed) QR.	March 31, 2021 (Unreviewed) QR.
Movies income	812,145	332,000
Films rent income	--	--
Advertising income	---	---
Cafeterias income	26,900	12,347
	<u>839,045</u>	<u>344,347</u>

10. Direct Costs

	For The Three Months Period Ended	
	March 31, 2022 (Unreviewed) QR.	March 31, 2021 (Unreviewed) QR.
Share of distributors and films expenses	402,032	170,649
Cinema expenses	842,285	768,916
	<u>1,244,317</u>	<u>939,565</u>

11. GENERAL AND ADMINISTRATIVE EXPENSES

	For The Three Months Period Ended	
	March 31, 2022 (Unreviewed) QR.	March 31, 2021 (Unreviewed) QR.
Salaries, wages and staff compensation	443,545	456,900
Telephone and fax	72,473	7,727
Maintenance	29,860	21,190
Professional and governmental fees	65,109	83,955
Board meeting allowance	160,000	153,000
Advertise expenses	13,390	897
Audit fees	8,000	27,500
End of service benefits	28,225	40,642
Board	--	84,398
Doubtful Debt	431,453	--
Stationery	8,510	4,574
Miscellaneous	242,727	375,740
	1,503,292	1,256,523

12. OTHER INCOME

	For The Three Months Period Ended	
	March 31, 2022 (Unreviewed) QR.	March 31, 2021 (Unreviewed) QR.
Bank interest	12,001	31
Miscellaneous income	471,143	107,543
	483,144	107,574

13.EARNING PER SHARE

Ear Earning per share is calculated by dividing the net profit attributable to the shareholders by the weighted average numbers of ordinary shares outstanding during the year.

	For The Three Months Period Ended	
	March 31, 2022 (Unreviewed)	March 31, 2021 (Unreviewed)
	QR.	QR.
Net profit for the period (QR.)	1,538,385	1,045,186
Weighted Average number of shares	62,807,950	62,807,950
Basic / diluted earnings per share (QR)	0.03	0.017