

INVESTOR INFORMATION GUIDE H1 2022

Presentation Of The Financial Statements
For The Period From 1 January 2022 To 30 June 2022



The company owns a securities portfolio on the Qatar Stock Exchange market, which is a diversified and liquid-able portfolio, and helps the company to have the financial ability to seize quick opportunities in case it needs any investment liquidity.

The company owns a distinguished real estate portfolio, which is a group of properties fully leased to Qatar Airways, in addition to other properties that are also fully leased.

The main activity of the company is the operation and management of cinemas, and the company has a distinguished number of Cinemas in lively and crowded commercial complexes, in addition to a new cinema theater that will be in the cultural district of Katara

- The company relies on the revenue generation process on several sources in order to ensure continuity and sustainability in its operations, and as a result of the spread of the covid-19 pandemic crisis, the strategy followed by the company has proven its great success in facing the changes that may suddenly occur in the world.
- The company relies on 4 sources to generate revenues:
 - ✓ The main activity specialized in operating and managing cinemas.
 - ✓ The real estate activity, the company own a combination of distinguishing real estate assets which fully leased for credible companies and institutions.
 - ✓ The stock portfolio in the stock market, which is capable of immediate liquidation.
 - ✓ Other revenues resulting from the other profit distribution.

REVENUES AND PROFITABILITY

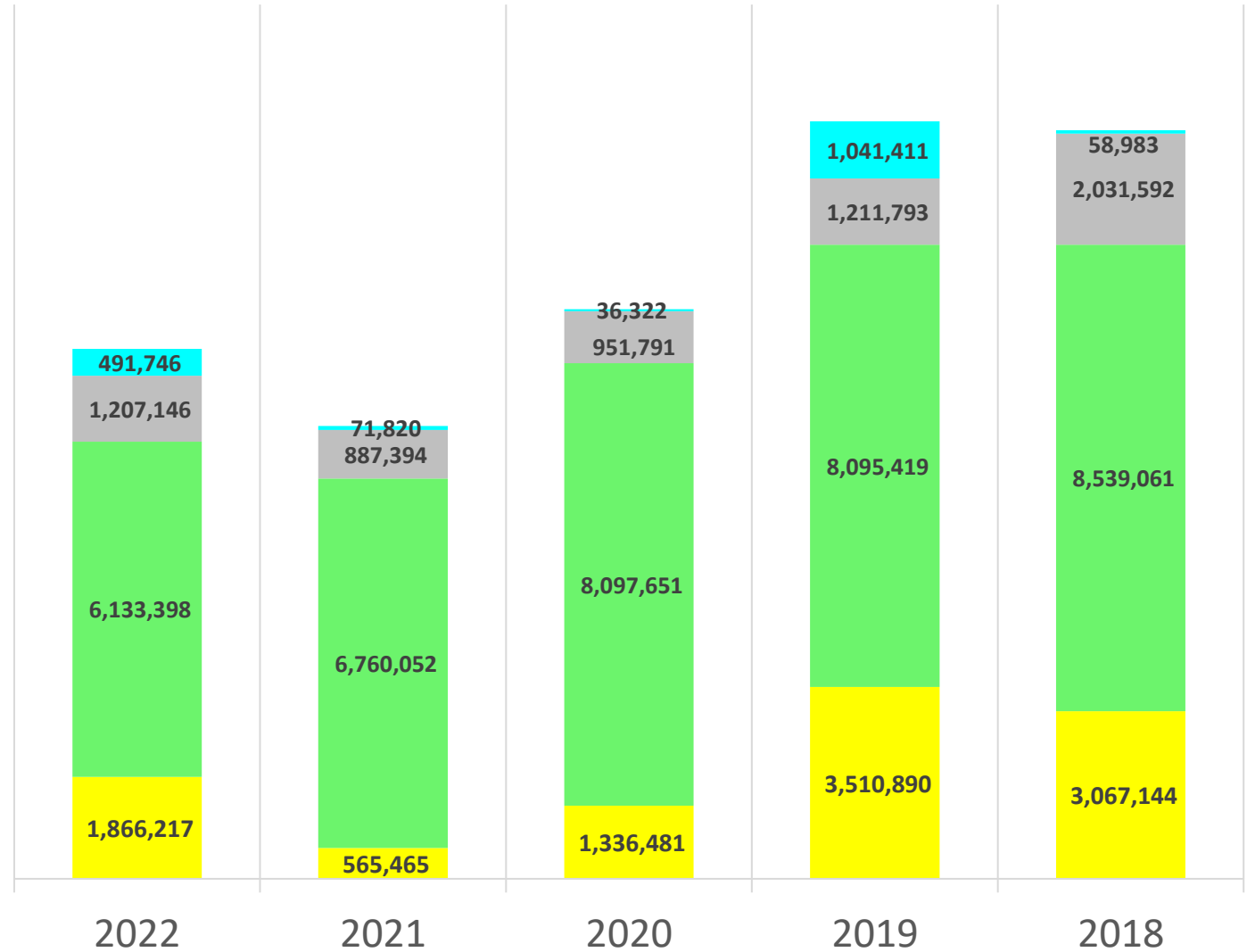
Revenues came from various sources to avoid the risks of relying on a single source income

The company's total revenues reached 9.69 million QR by the end of H1 2022, Revenues were generated from various sources to avoid the risks of relying on a single income source.

Leasing revenue represents 63% of the total revenues, which represents the largest share of the company income. then Cinema's operating revenue came in second place with only 19% of the total revenues Then Dividend and other revenues came in third place with 18% of total revenues. The periodic revenues increased by 17% in comparison with H1 2020.

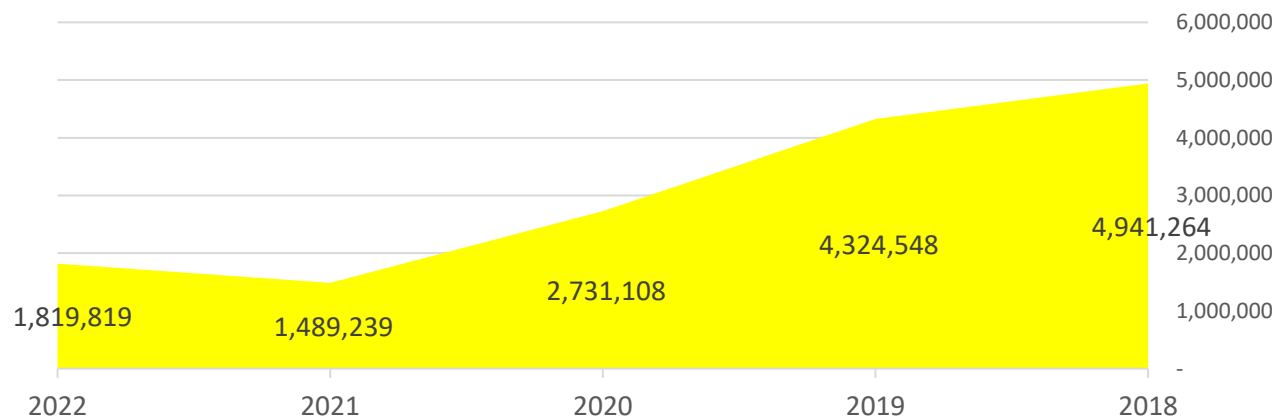


■ Cinematic revenue
 ■ Leasing revenues
 ■ Dividends revenues
 ■ Other revenues



REVENUES AND PROFITABILITY

Net Profit

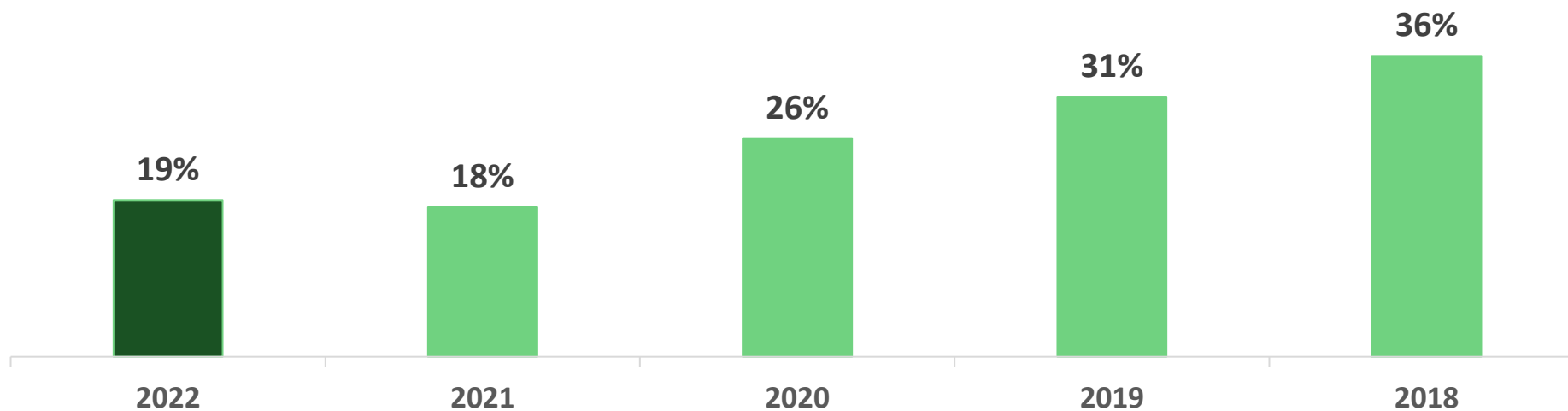


%19
Achieved Net
profit margin
in H1 2022

Net profit increased in H1 2022 by 22 % approximately compared to H1 2021, achieving approximately 1.82 million QR net profit with * an approximately profit margin rate of 19 %, the Net Profit increased due to the increase in cinematic revenue by 230% and in dividends revenue by 36%.

1.82
Million QR
net Profit

Net Profit Margin



REVENUE DIVERSIFICATION SUPPORTS SUSTAINABLE GROWTH

%19
Achieved
Net profit
margin in
2022

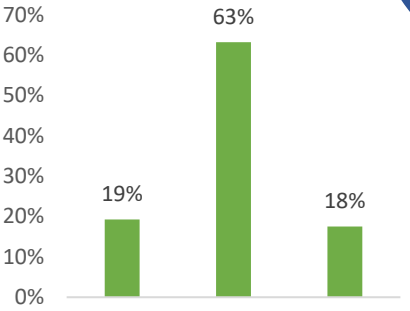
1.82
Million net
profit

9.69
Million
Revenues during
H1 2021

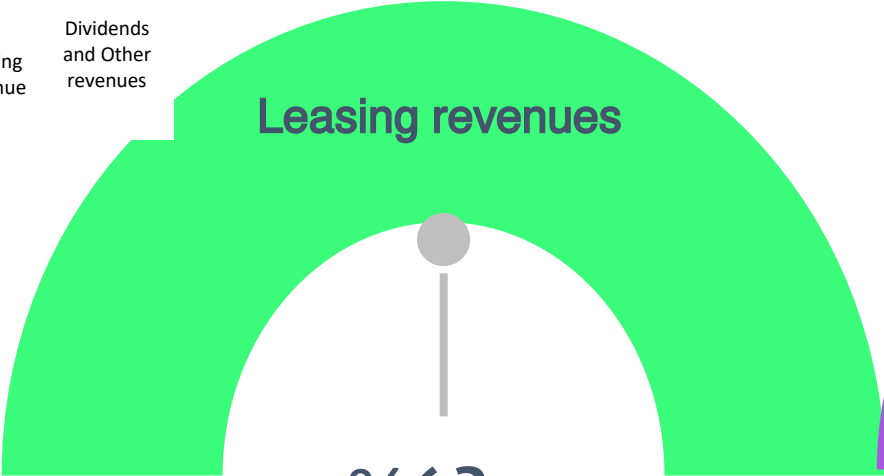
%17

increase in the total
revenues during H1
2022 in comparison
with H1 2021

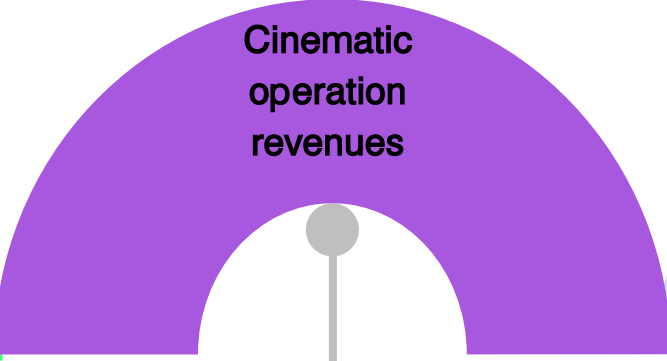
- Leasing revenue reached 63% of total revenues
- Cinematic operation revenues amounted to 19%.
- and Dividends and other revenue represented 18%.



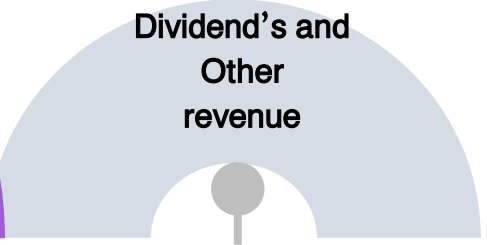
Cinema operation revenue
Leasing revenue
Dividends and Other revenues



Cinematic operation revenues



Cinematic operation revenues



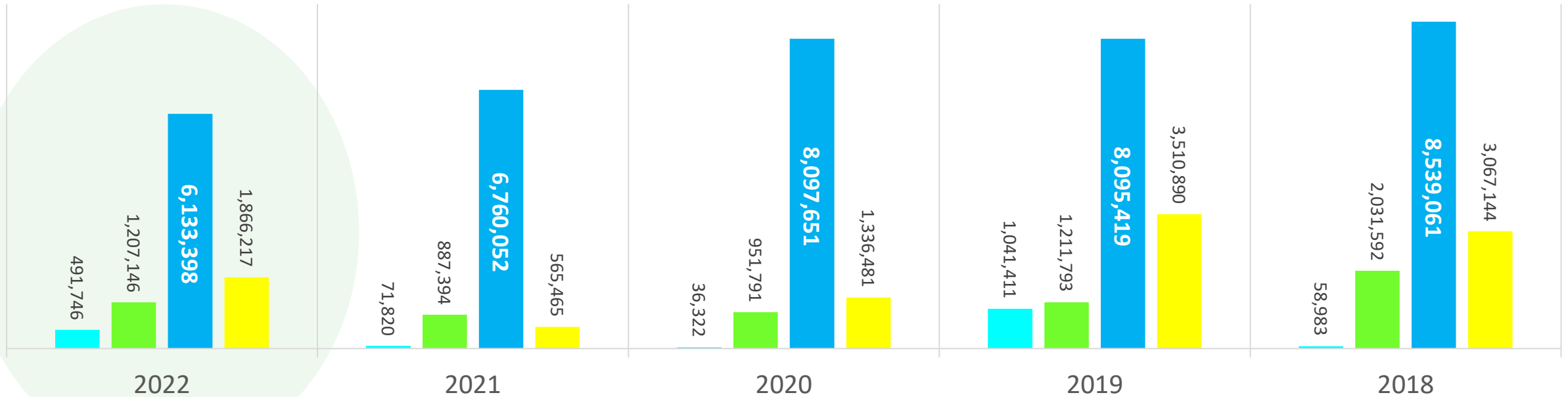
Dividend's and other revenue

"LEASING REVENUES SUSTAINABILITY"

17%

Increase in the total revenues during H1 2022 in comparison with H1 2021

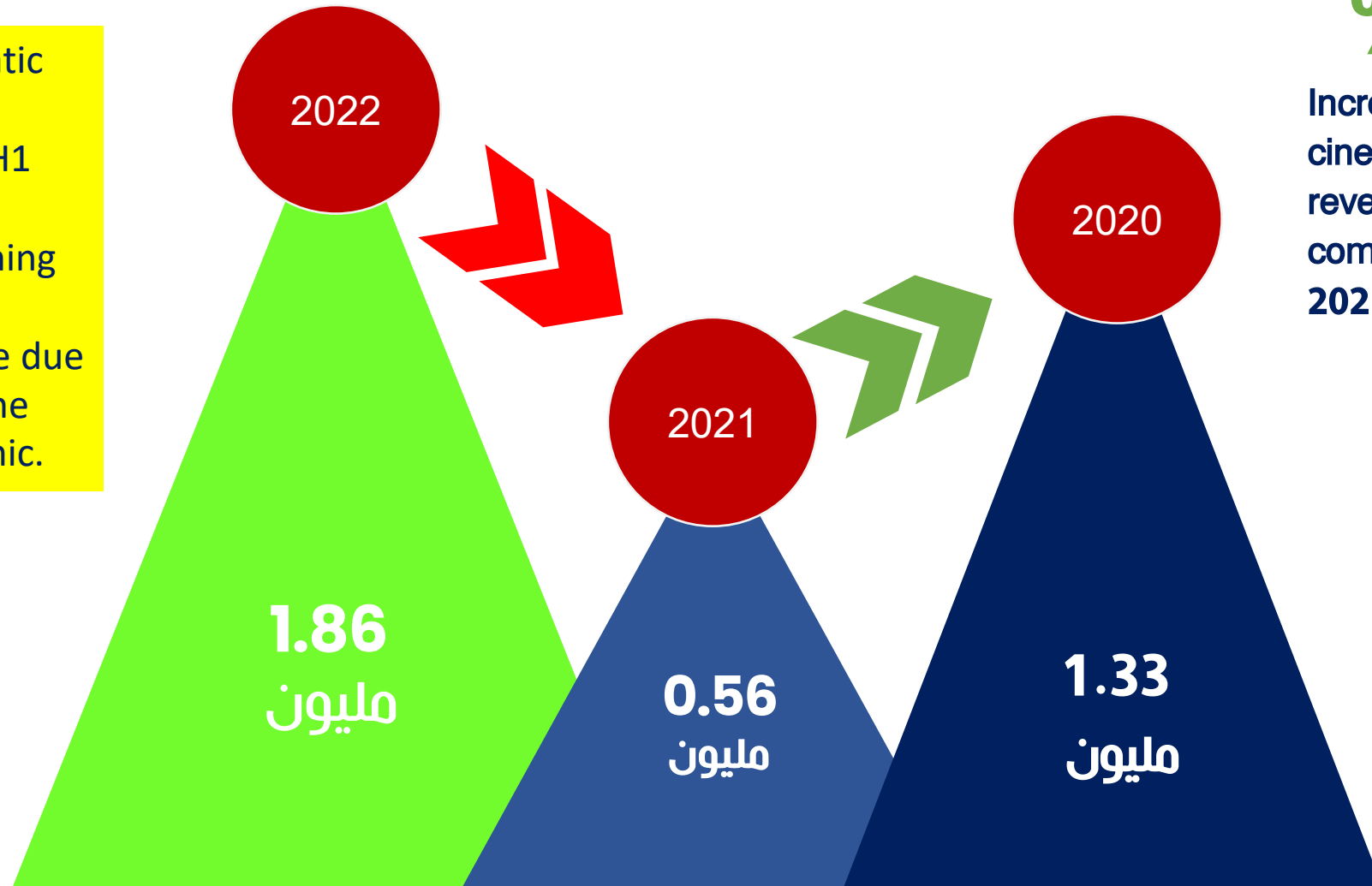
Operational revenues Leasing revenues Received Dividends Other revenues



Despite the challenges faced by the real estate sector, The company is still able to achieve revenues from real estate leasing activity which supported the financial performance during H1 2022. The real estate leasing revenue decreased by 9% during H1 2022 compared to H1 2021. On the other side, the cinema operating revenue increased by 230% in H1 2022 in comparison with the same period in 2022. and the real estate leasing revenue represents the biggest part of the income, which is paid in advance helping the company to be in a good financial position.

CINEMA OPERATING REVENUE

The company's cinematic operating revenue increased by 230% in H1 2022 compared to H1 2021, Due to a reopening of the entertainment sector after the closure due to the emergence of the Covid-19 virus pandemic.



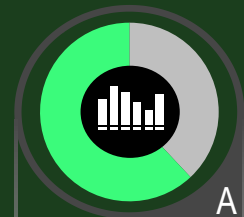
%230

Increase in cinematic operating revenues in H1 2022 compared to H1 2021.

Value by Million QR

Source: financial statements report in June 2022

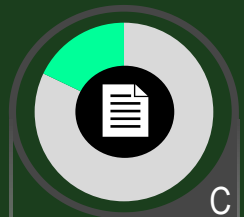
The comparison of H1 2022 total revenues by the same period in the last two years.



%63
Real estate leasing revenue

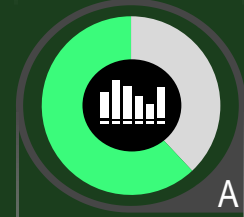


%19
Cinematic Operational revenue



%18
Investment and other revenues.

%17
Increase in the total revenues in H1 2022 compared to H1 2021.



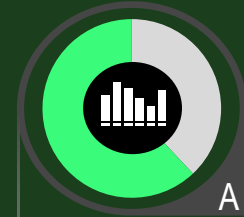
%82
Real estate leasing revenue



%7
Cinematic Operational revenue



%12
Investment and other revenues.



%78
Real estate leasing revenue



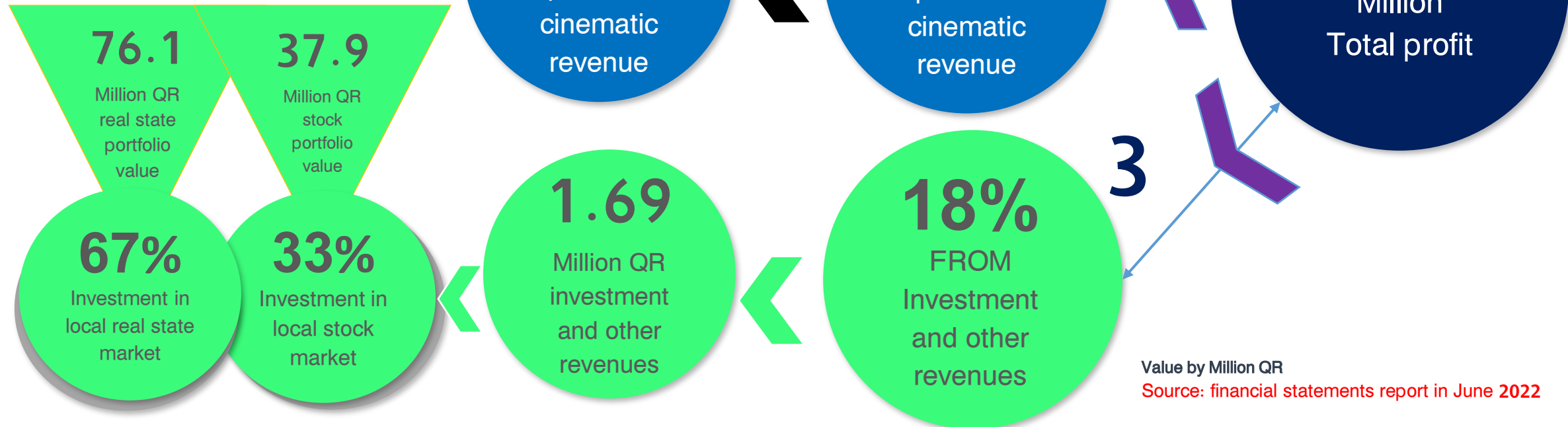
%13
Cinematic Operational revenue



%9
Investment and other revenues.

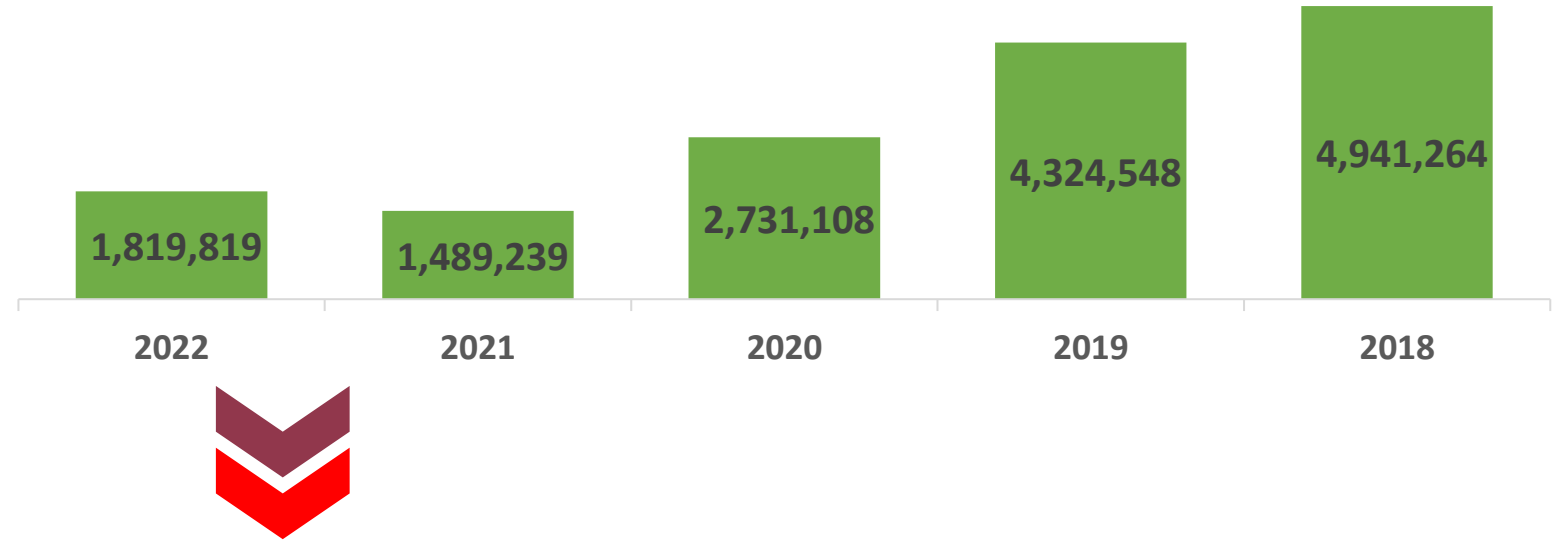
1,819,819
 Net profit till June 2022.

Total Revenues during H1 2022 in million QR.



NET PROFIT

1,819,819
Net
profit till the end
of H1 2022



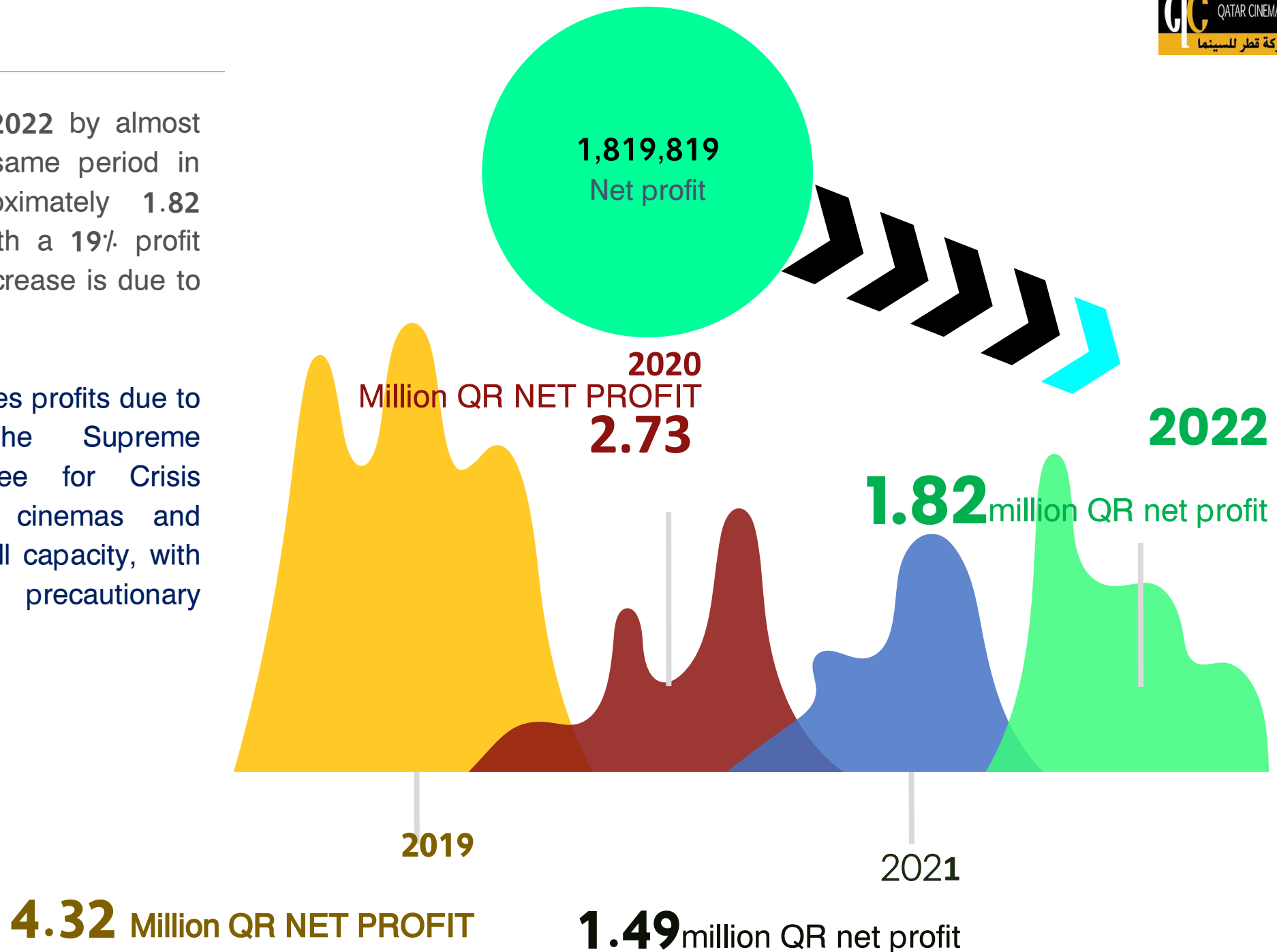
- Net profit increased in H1 2022 by almost 22% compared to the same period in H1 2021, achieving approximately 1.82 million QR net profit with a 19% profit margin
- The net profit increase was due to the increase in cinematic operational revenues by 230%.

Source: financial statements report in June 2022

NET PROFIT

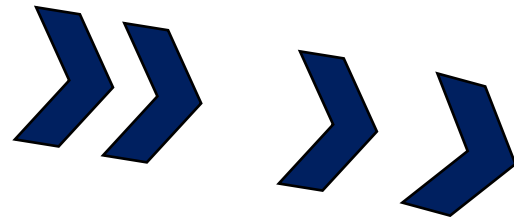
Net profit increased in 2022 by almost 22% compared to the same period in 2021, achieving approximately 1.82 million QR net profit with a 19% profit margin. The net profit increase is due to the following:

The increase in ticket sales profits due to the decision of the Supreme Administrative Committee for Crisis Management to allow cinemas and theaters to operate at full capacity, with the application of precautionary measures



PROFITABILITY BEFORE DEPRECIATION AND INTEREST EXPENSE

Profit before depreciation and interest expense in 2022

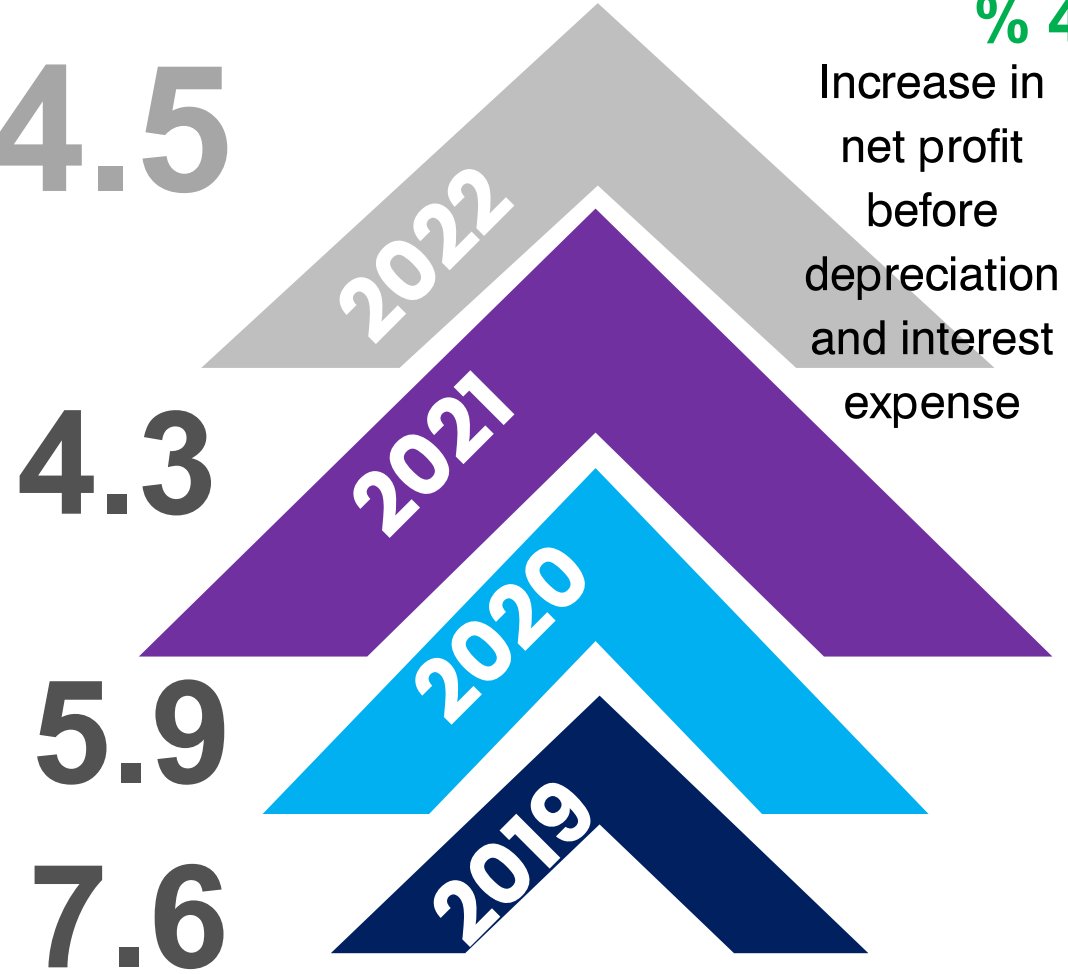


4.5

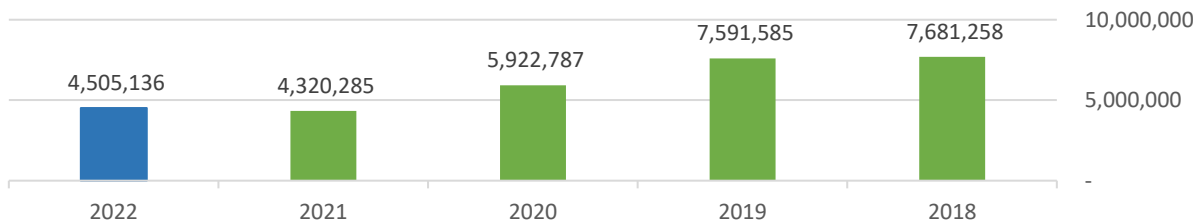
% 4

Increase in net profit before depreciation and interest expense

Net profit increased before depreciation and interest deduction during 2022 by 4% approximately compared to 2021 achieving Net profit before depreciation and interest deduction valued by 4.5 million QR with a 46% profit margin. the net profit increase comes as a result of the increase in cinematic and dividends.



Net profit Before Depreciation and Interest expense

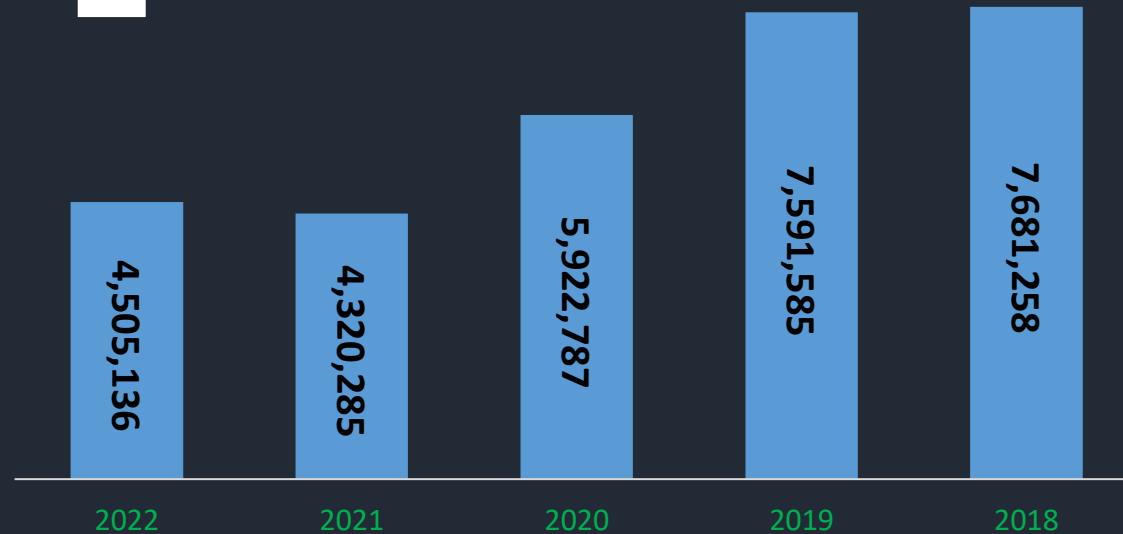


PROFITABILITY BEFORE DEPRECIATION AND INTEREST

Net profit increased before depreciation and interest deduction during 2022 by 4% approximately compared to 2021 achieving Net profit before depreciation and interest deduction valued by 4.5 million QR with a 46% margin. the net profit increase comes as a result of the increase in cinematic and dividends and other revenues.

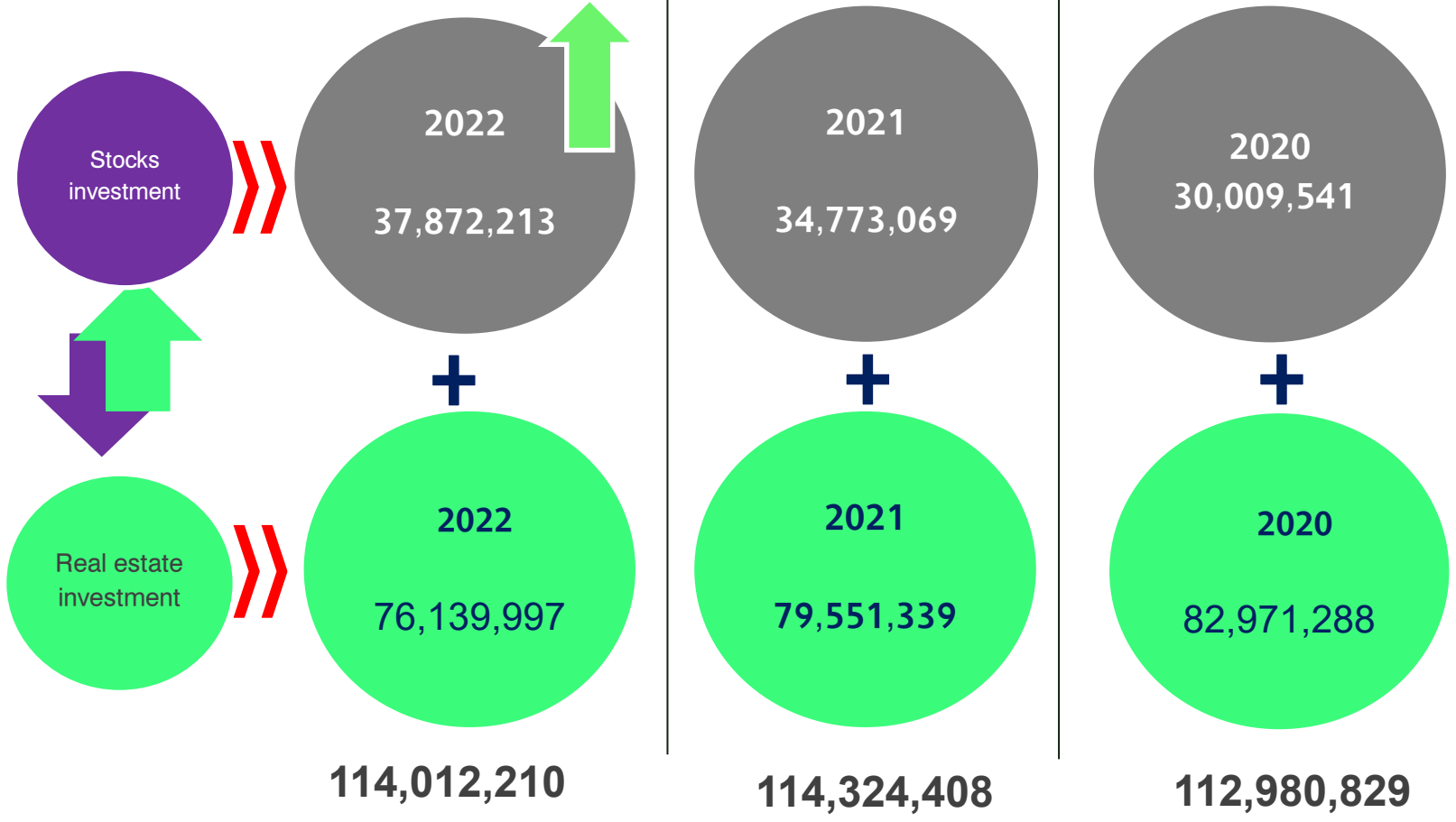
Profit before depreciation and interest expense in 2022

4.5

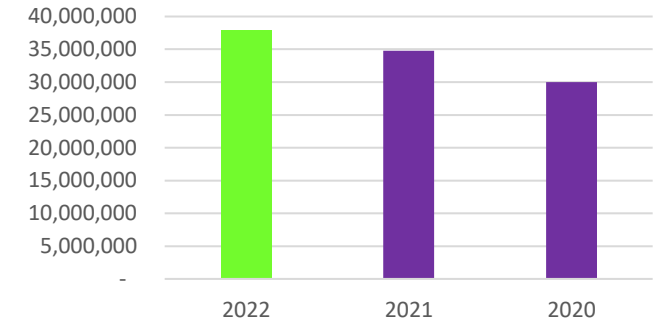


INVESTMENTS AND INCOME DIVERSIFICATION

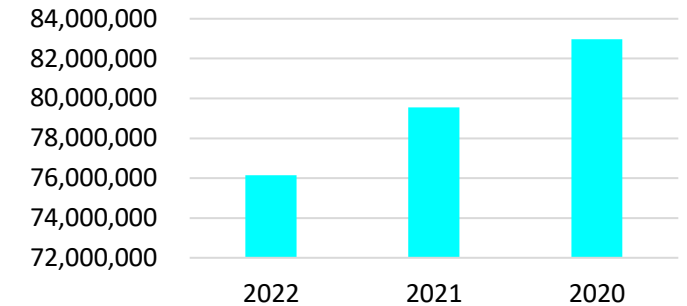
8.9% Growth in the



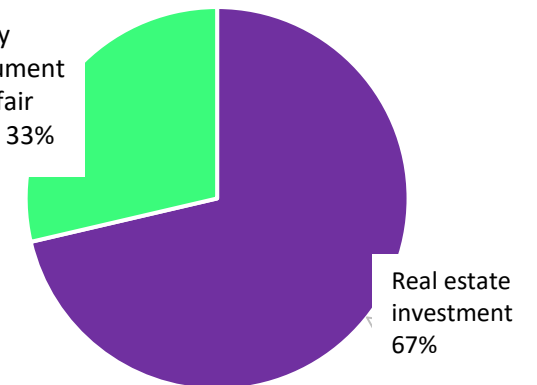
Available for sale (Equity) investments



Real Estate investment



Equity instrument with fair value 33%

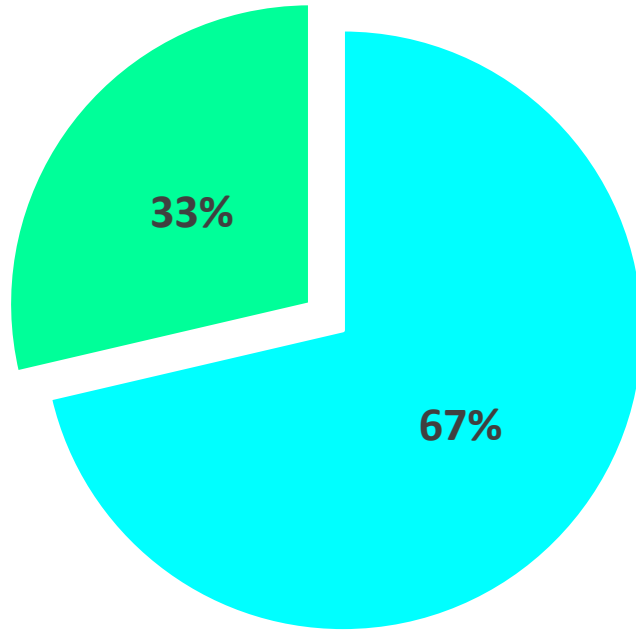


- The total Investments amount to approximately 114 million QR, distributed between 33% for available for sale equity investments and 67% for real estate investments.
- Available for sale Investments: the company's own equity portfolio at fair value, as the portfolio is the highest since 2020 with a growth rate of 26.2%.

Value by Million QR

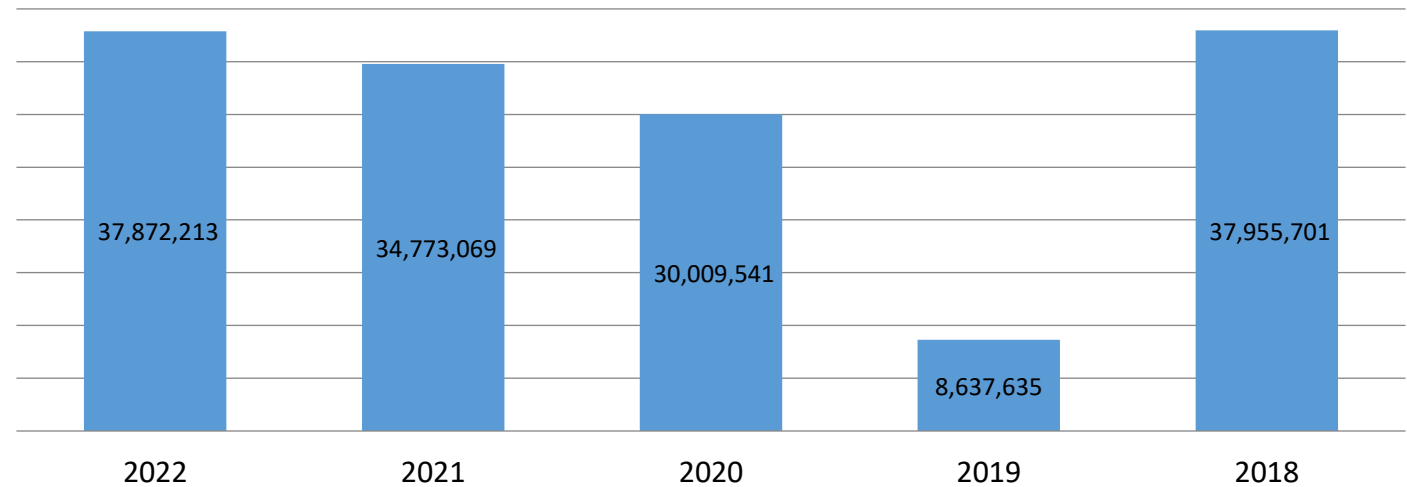
Source: financial statements report in June 2022

INVESTMENTS DIVERSIFICATION



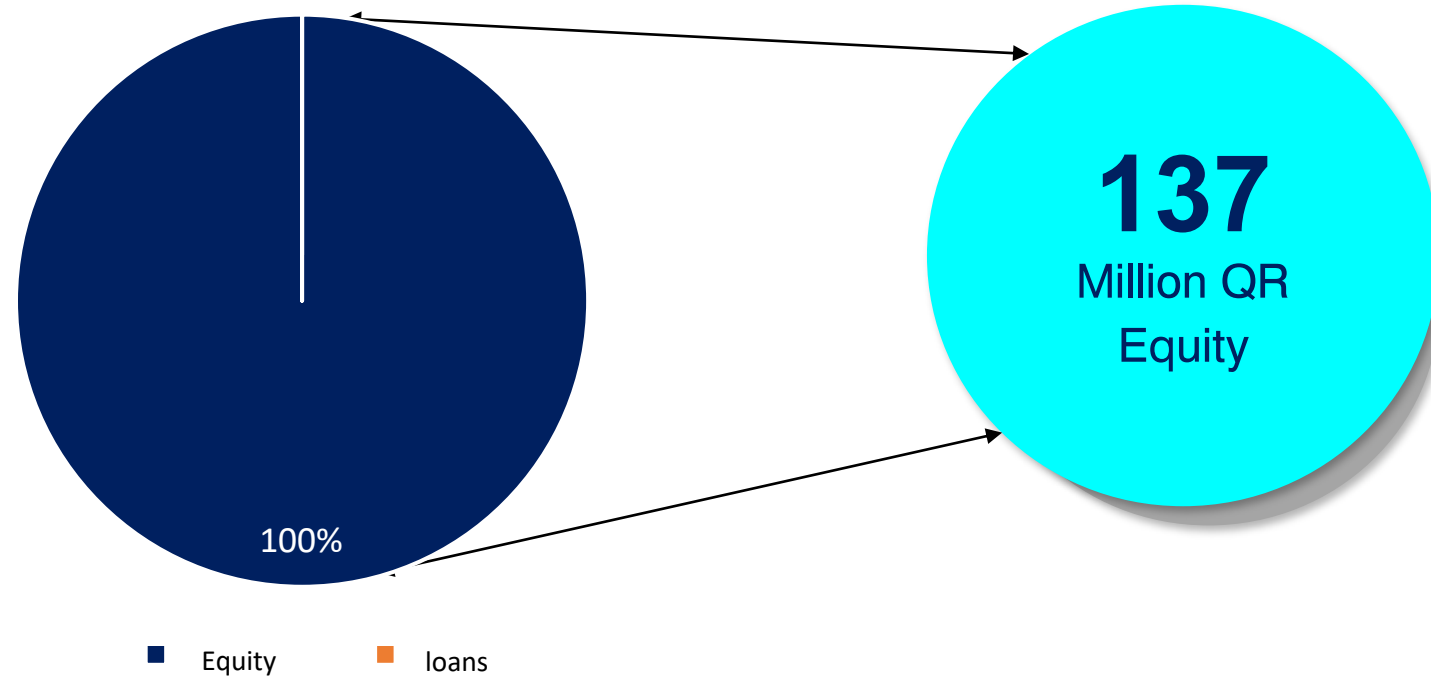
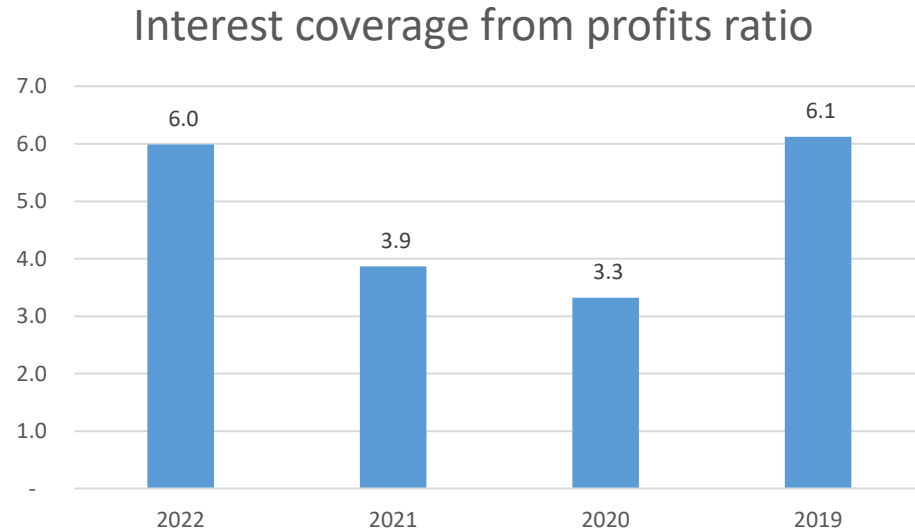
- Investment activities and other revenues contributed **81%** of the total revenues.
- The company's stock market investments constitute **33%** of the total investments valued at **37.87** million QR by the end of June **2022**.
- The net value of the company's investments in the real estate sector constituted the largest share of its investments, which represents **67%** of the total investments. The company's real estate investments are worth **76.14** million QR.

Equity available for sale with fair value



Value by Million QR

Source: financial statements report in June 2022



- The Company has limited reliance on loans to finance its assets. Thus paid its total loan in the first half of 2022.
- The company finances its assets from Equity and other obligations.

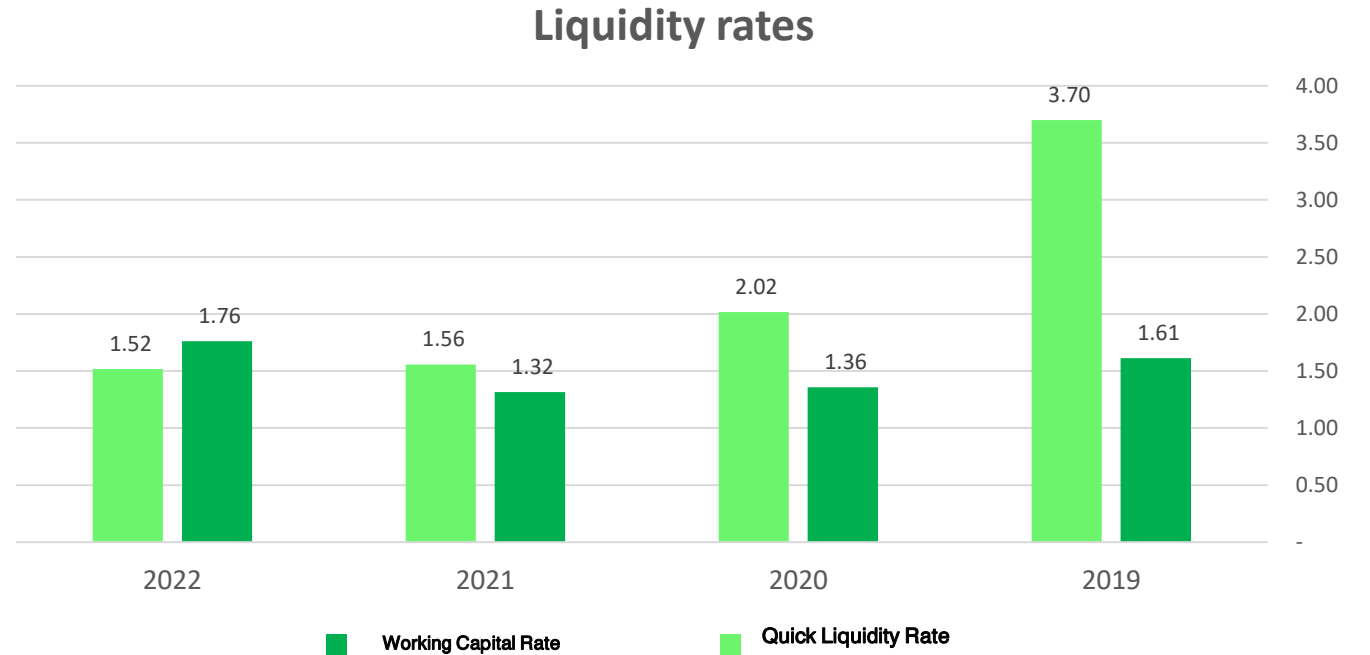
Value by Million QR

Source: financial statements report in June 2022

LIQUIDITY AND CASH

The Working Capital Rate **1.76**

The Quick Liquidity Rate **1.52**



- The Working Capital rate (Current Assets/Current Liabilities) stood at 1.76 in June 2022, which means that the Company can pay its short-term liability 1.76 times through its current assets. The quick liquidity Rate (cash/current liabilities) stood at 1.52 times for the same period, which means that the Company can repay its short-term liabilities by 1.52 through cash.

Clarification :

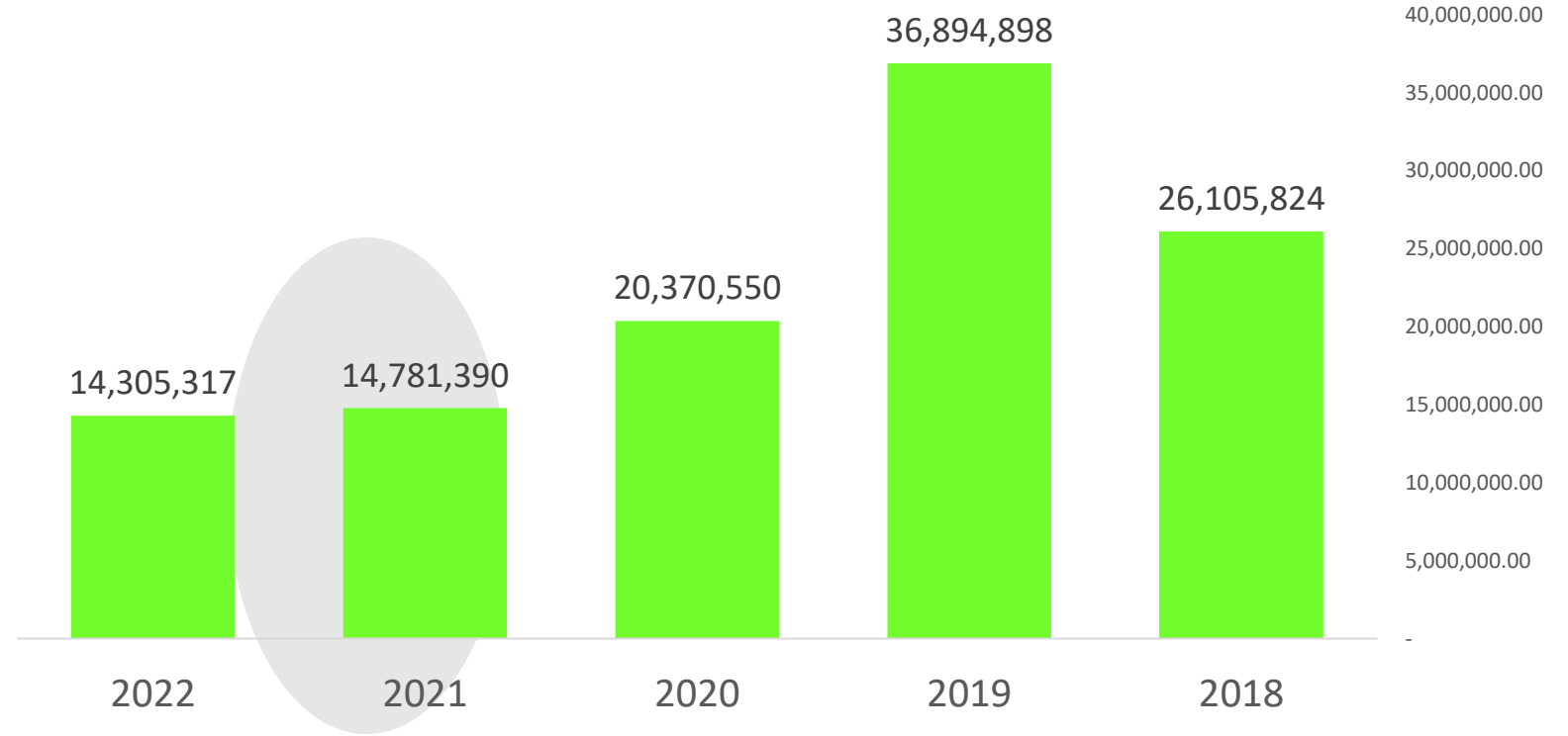
The Working Capital rate :Company ability to pay its short-term liability through its current assets.

The quick liquidity Rate :Company ability to pay its short-term liability through its cash.

CASH AND BANK ACCOUNTS

%3-

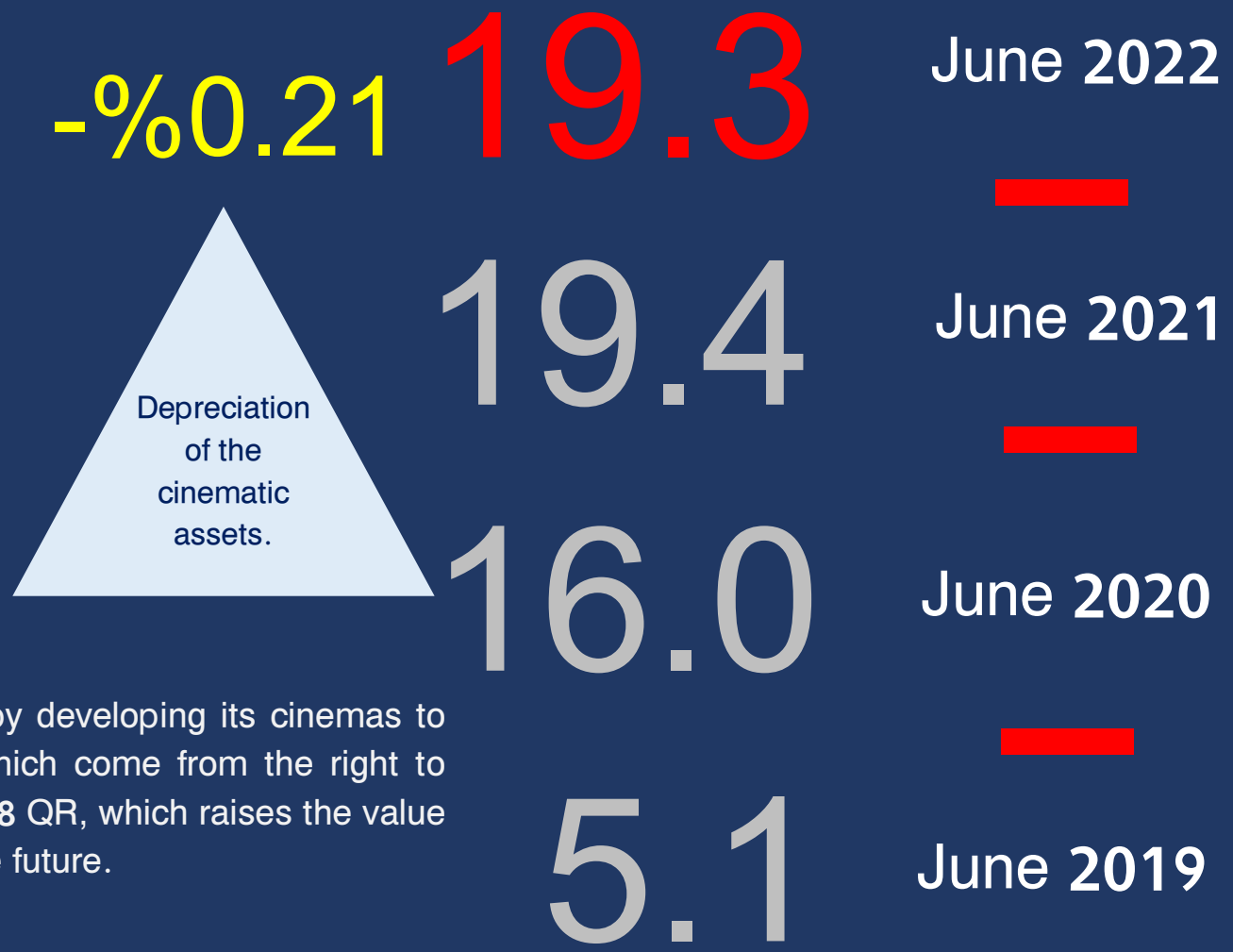
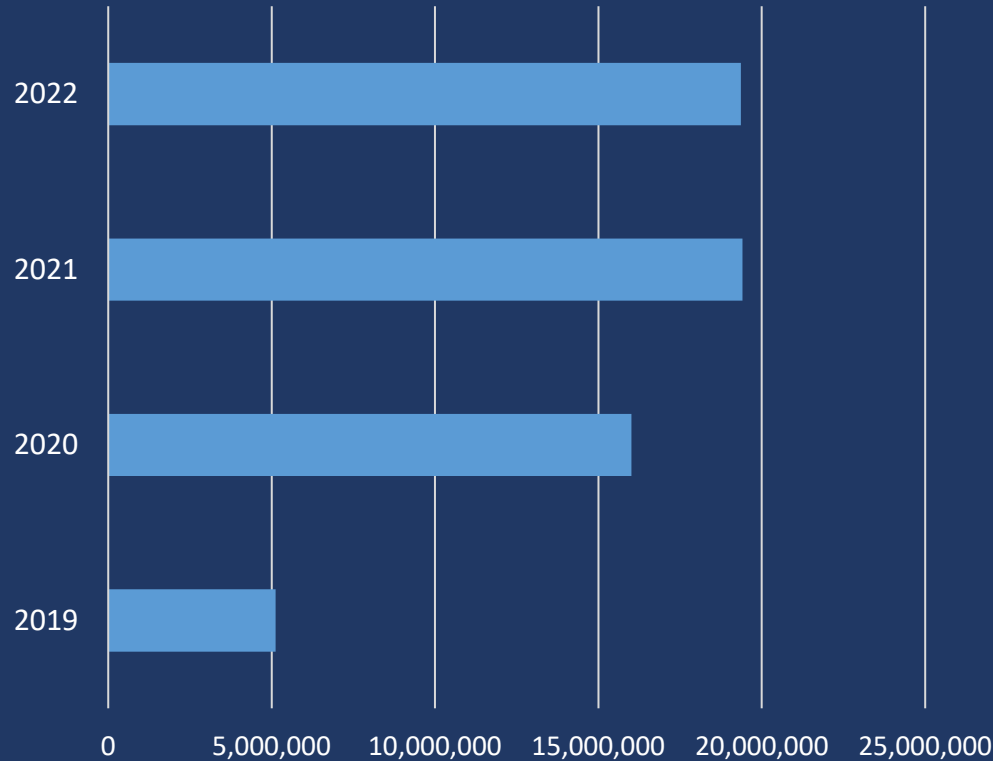
Decreasing in liquidity
by the end of June 2022



- The company's liquidity decreased by 3% to 0.47 million QR and was valued by 14305317 QR at the end of June 2022. The liquid cash decreased due to paying off the loan and other obligations.

Properties and equipment

Properties and equipment



The company aims to expand its cinematic operating activity by developing its cinemas to international standards. In addition to obtaining the returns which come from the right to operate and use a new cinema building with a value of 9,049,168 QR, which raises the value of its tangible assets and may generate additional revenue in the future.

Value by Million QR

Source: financial statements report in June 2021

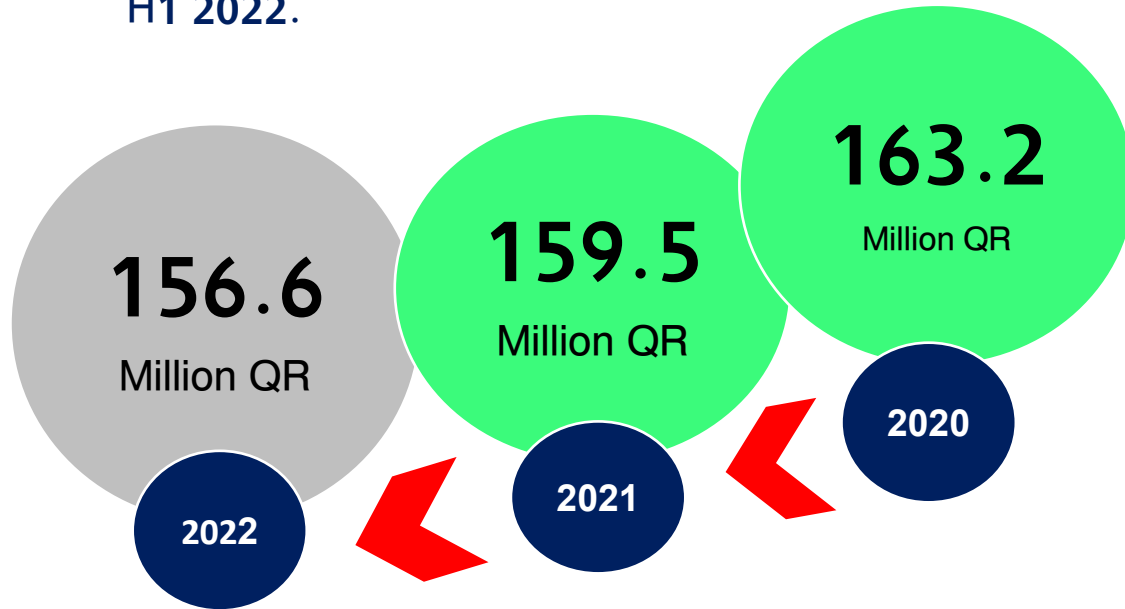
Value by Million QR

Source: financial statements report in June 2022

ASSETS IN June 2022

decrease in assets in comparison with H1 2022.

%1.8 -

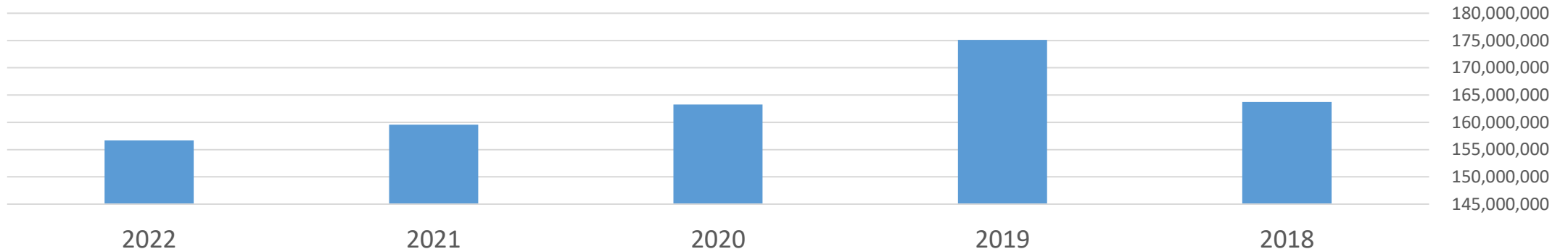


Million QR is approximately the value of the company's assets in June 2022, which means a 1.8% decrease in assets value in comparison with the same period in H1 2020 as a result of the value decrease of accounts receivable by 1.244 million QR.

156.6

Million QR assets value decreased by the end of June 2022 compared to the same period in 2021 by a 1.8% decrease.

2.89

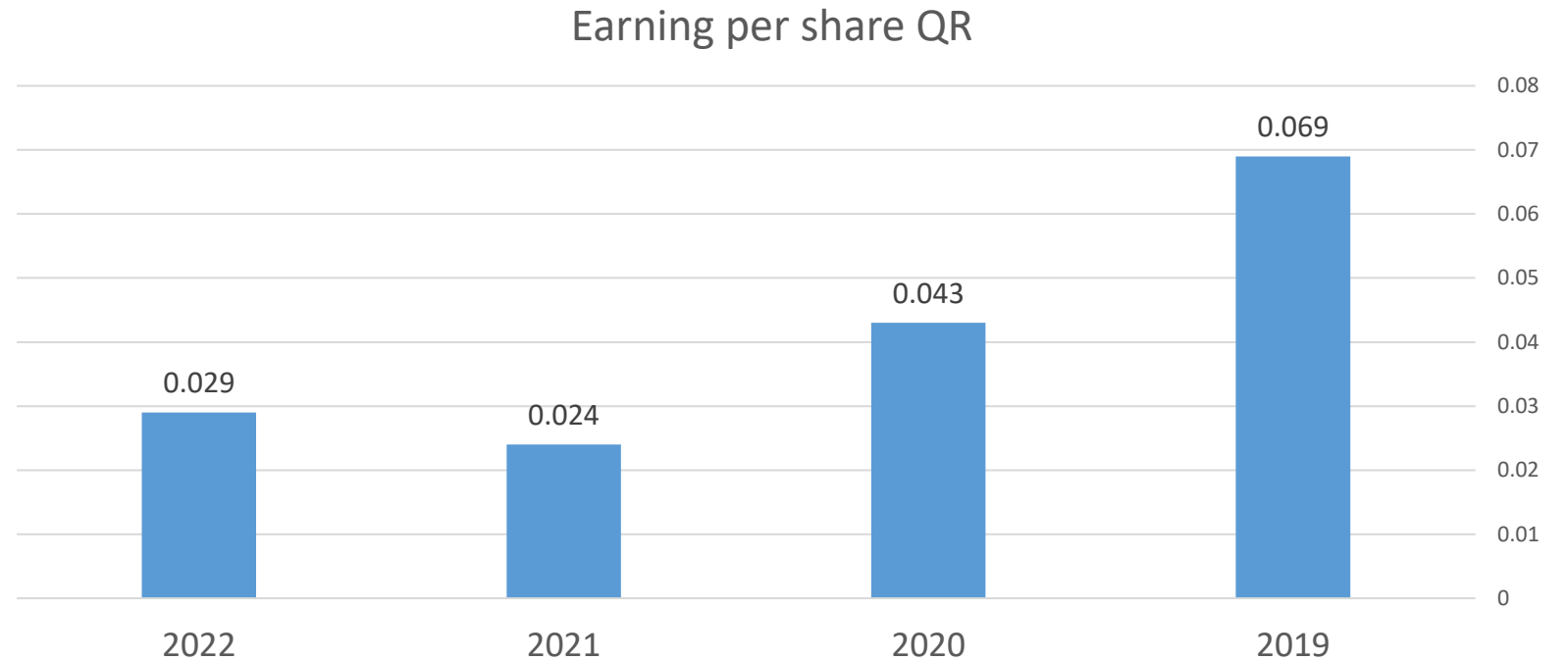


Value by Million QR

Source: financial statements report in June 2022

EARNING PER SHARE

Capital
62,807,950 Million QR



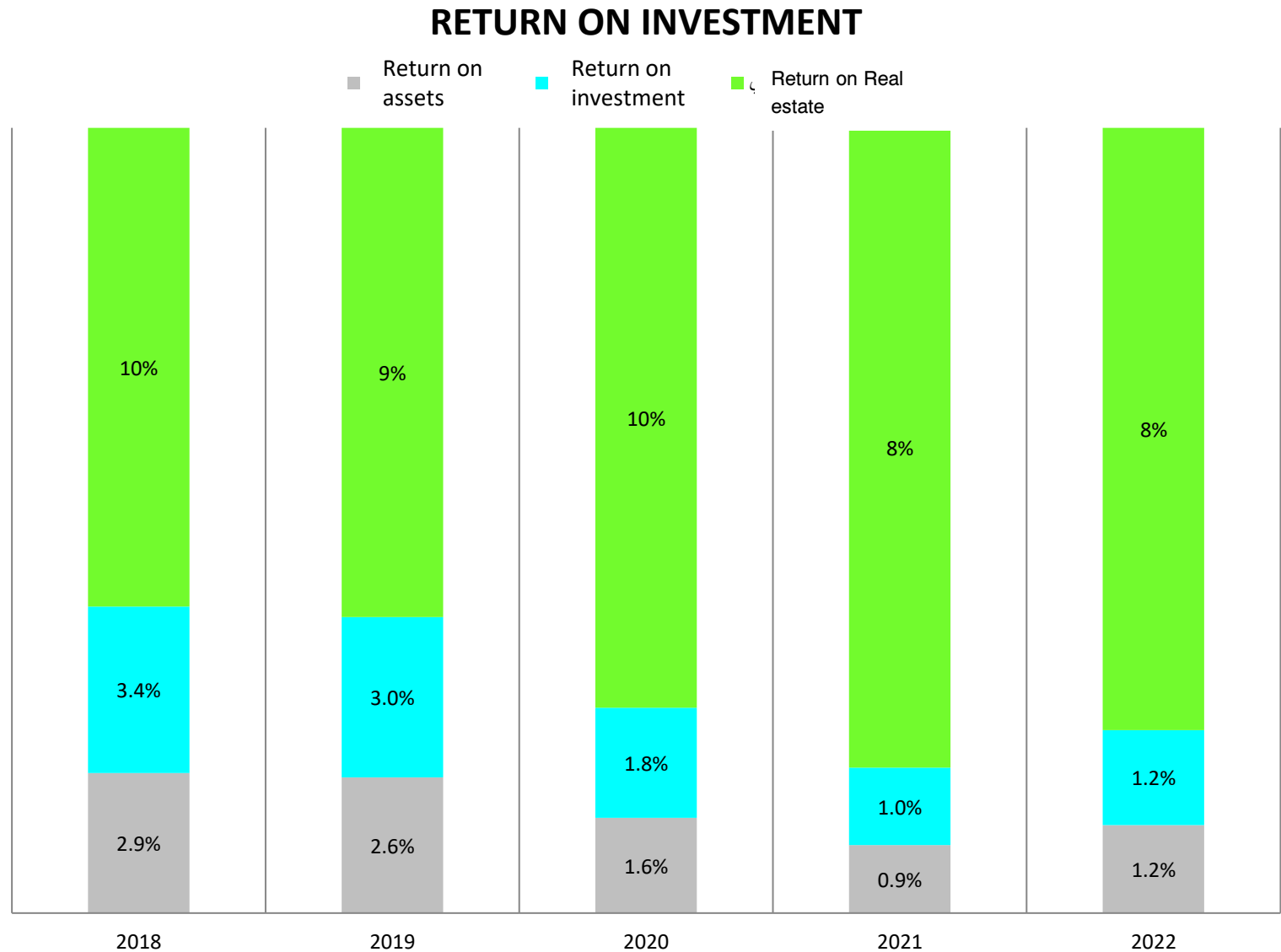
Till the end of June 2022, Earning per share reached 0.029 QR while earnings per share reached 0.024 QR for the same period

Value by Million QR

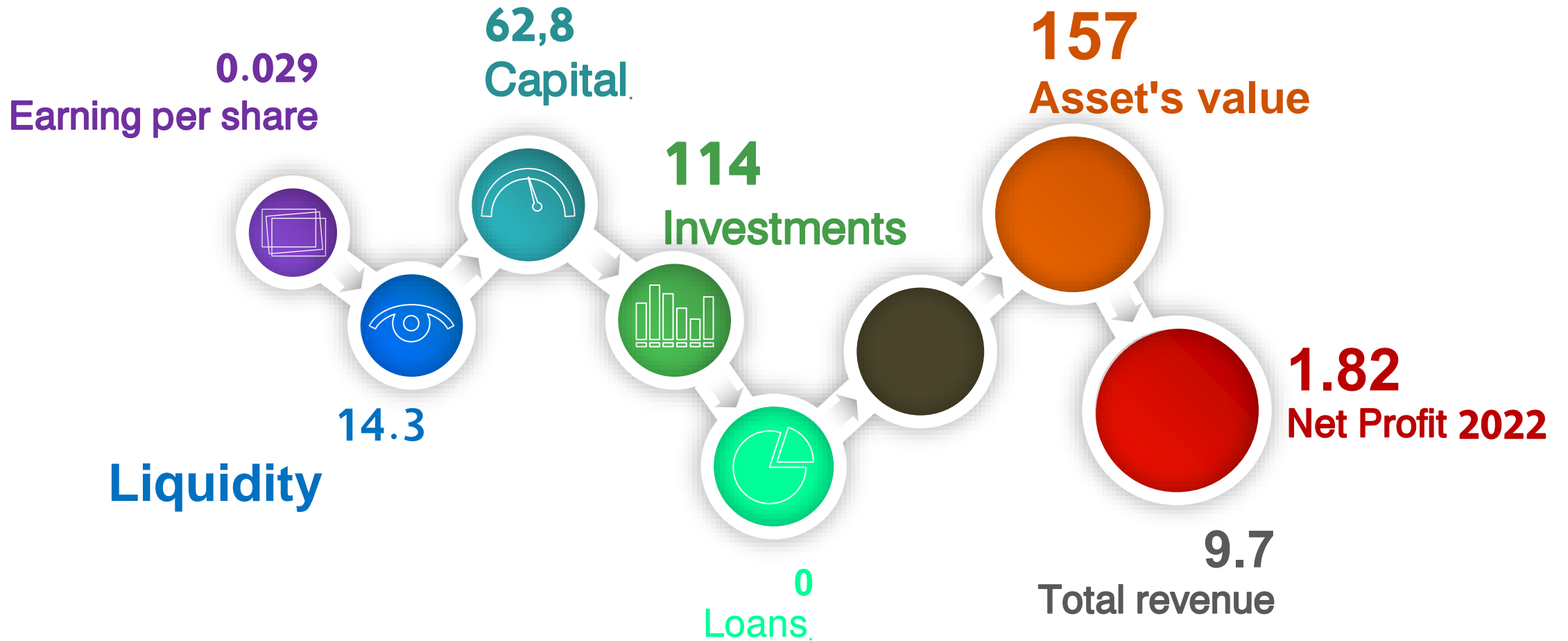
Source: financial statements report in June 2022

RETURN ON INVESTMENT

- Return on Real estate investment represented almost 8% during H1 2022. Real estate investment is considered the most income-generating activity in the company. while The total return on the total Investment rate is 1.2 % of the total assets in 2022.
- In total, The return on the assets rate represents 1.2% of the total invested amount of money in H1 2022.
- The return on investment and return on assets decreased in the first half of 2022 as a result of the increase in the amounts invested in the works under construction for the development of cinemas that have not yet generated a return, in addition to the decrease in profits as a result of the Corona pandemic.



QATAR CINEMA AND FILM DISTRIBUTION



Value by Million QR

Source: financial statements report in June 2022

1  **20th January 2022: Qatar Cinema & Film Distribution Co. discloses its financial statement for the period ending 31st December 2021 on 05/02/2022**

2  **27th January 2022: Qatar Cinema & Film Distribution Co. announces that the conference call with the Investors to discuss the financial results for the Annual 2021 will be held on 10/02/2022 at 01:30 PM , Doha Time.**

3  **27th January 2022: Qatar Cinema & Film Distribution Co. announces the opening of nominees for the board memberships, years from 2022 to 2025. Applications will be accepted starting from 29/01/2022 till 07:30 PM of 07/02/2022.**

4  **5th February 2022: Qatar Cinema & Film Distribution Co. announces that the General Assembly Meeting AGM and EGM will be held on 01/03/2022, Royal Plaza Cinema - Hall No. (3) - Royal Plaza Mall - Al Sadd Street and 06:30 PM. In case of not completing the legal quorum, the second meeting will be held on 06/03/2022, Royal Plaza Cinema - Hall No. (3) - Royal Plaza Mall - Al Sadd Street and 06:30 PM**

5 **5th March 2022: Qatar Cinema & Film Distribution Co. discloses the interim financial statement for the twelve-month period ending 31st December 2021. The financial statements revealed a Net Profit of QR 2,155,794 in comparison to a Net Profit of QR 4,952,159 for the same period of the previous year.**

6 **2nd March 2022 : Qatar Cinema & Film Distribution Co. announces the results of the AGM and EGM. The meeting was held on 01/03/2022**

7 **5th April 2022 : Qatar Cinema & Film Distribution Co. discloses its financial statement for the period ending 31st March 2022 on 27/04/2022.**

8 **24th April 2022 : Qatar Cinema & Film Distribution Co. announces that the conference call with the Investors to discuss the financial results for the Quarter 1 2022 will be held on 08/05/2022 at 12:30 PM , Doha Time.**

9 **27th April 2022: Qatar Cinema & Film Distribution Co. discloses the interim financial statement for the three-month period ending 31st March 2022. The financial statements revealed a Net Profit of QR 1,538,385 in comparison to a Net Profit of QR 1,045,186 for the same period of the previous year. The Earnings per Share(EPS) amounted to QR 0.03 as of 31st March, 2022 versus Earnings per Share(EPS) QR 0.017 for the same period in 2021**

10 **6th July 2022: Qatar Cinema & Film Distribution Co. discloses its financial statement for the period ending 30th June 2022 on 01/08/2022.**

11 **20th July 2022: Qatar Cinema & Film Distribution Co. announces that the conference call with the Investors to discuss the financial results for the Semi-Annual 2022 will be held on 03/08/2022 at 12:00 PM , Doha Time.**

12 **20th July 2022 : Qatar Film & Film Distribution Company informs that it will open its new VIP cinema in Katara Cultural District by the name of KATARA CINEMA on Thursday, August 4, 2022. The cinema comprises of 4 VIP Screens.**

13



1st August 2022: Qatar Cinema & Film Distribution Co. discloses the interim financial statement for the six-month period ending 30th June , 2022 . The financial statements revealed a Net Profit of QR 1,819,819 in comparison to Net Profit QR 1,489,239 for the same period of the previous year. The Earnings per share(EPS) amounted to QR 0.029 as of 30th June , 2022 versus Earnings per share(EPS) QR 0.024 for the same period in 2021.

Thank You

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Doha- Qatar

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