

INVESTOR INFORMATION GUIDE 2022

Presentation Of The Financial Statements
For The Period From 1 January 2023 To 30 June 2023



.QATAR CINEMA AND FILM DISTRIBUTION CO

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.

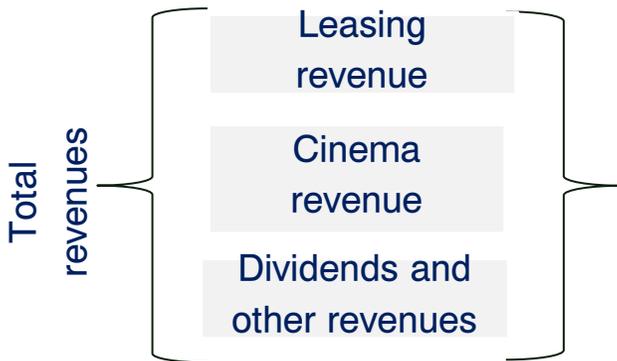
The company owns a distinguished real estate portfolio, which is a group of properties fully leased to Qatar Airways, in addition to other properties that are also fully leased.

Cinema activity which is operating and managing cinemas. 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

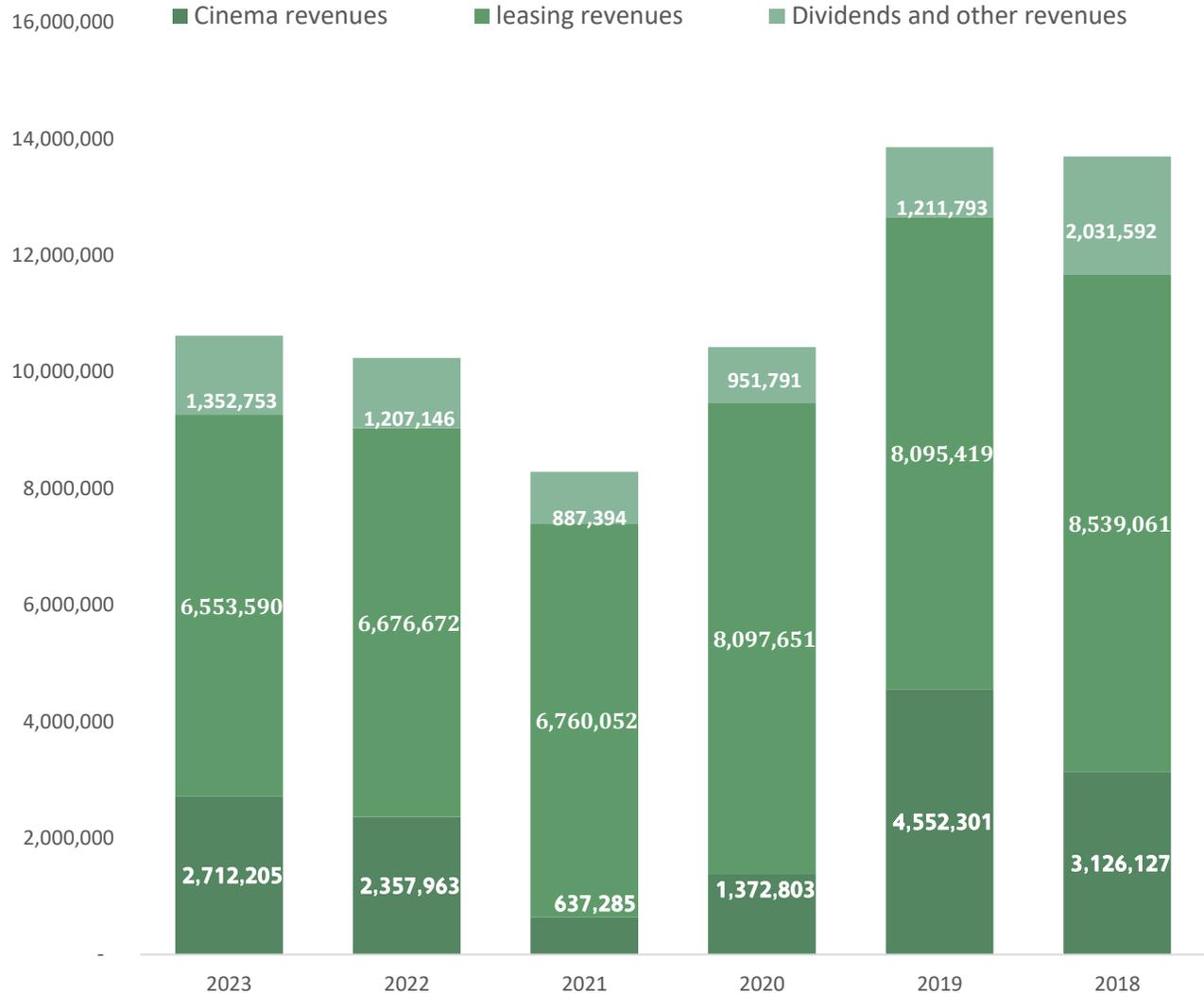
- The company relies on the revenue generation process from several sources to ensure continuity and sustainability in its operations.
- The company relies on 4 sources to generate revenues:
 - Cinema activity and operating and managing cinemas.
 - ✓ The real estate activity, the company owns a combination of distinguishing real estate assets which fully leased to 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

The company's total revenues reached **10.6** million QR by the end of June **2023**, Revenues were generated from various sources to avoid the risks of relying on a single income source. Leasing revenue represents **62%** of the total revenues, which represents the largest share of the company's income. Then Cinema's operating revenue represents **25%** of the total revenues, followed by Dividends and other revenues representing **13%**. The periodic revenues increased by **4%** in comparison with **H1 2022**.

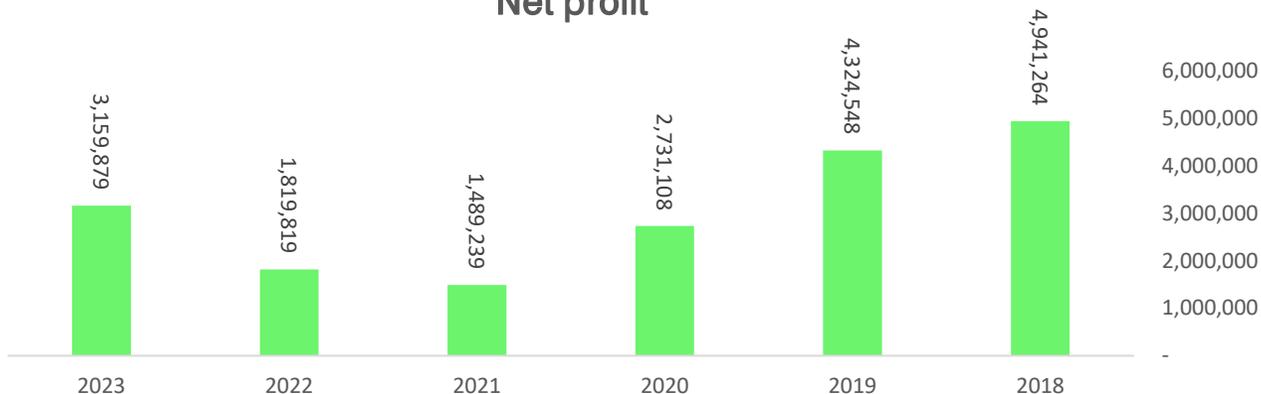


Revenues came from various sources to avoid the risks of relying on a single source income.



REVENUES AND PROFITABILITY

Net profit

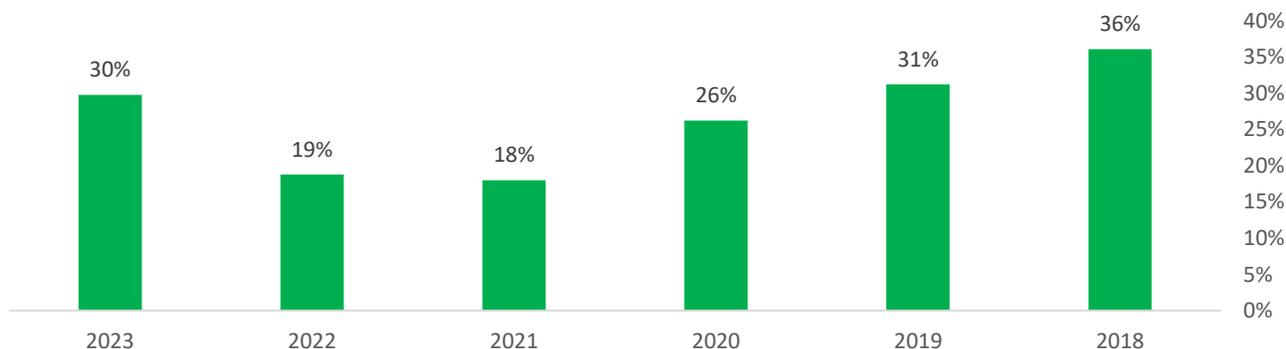


30%
Achieved Net profit margin in H1 2023

The company's net profit increased in H1 2023 by 74% approximately compared to H1 2022, achieving approximately 3.15 million Qr net profit with * an approximate profit margin rate of 30 %, the Net Profit increased due to the increase in cinematic revenue by 9% and dividends revenue by 12%.

3.15
Million QR net profit

Profit margin (%)

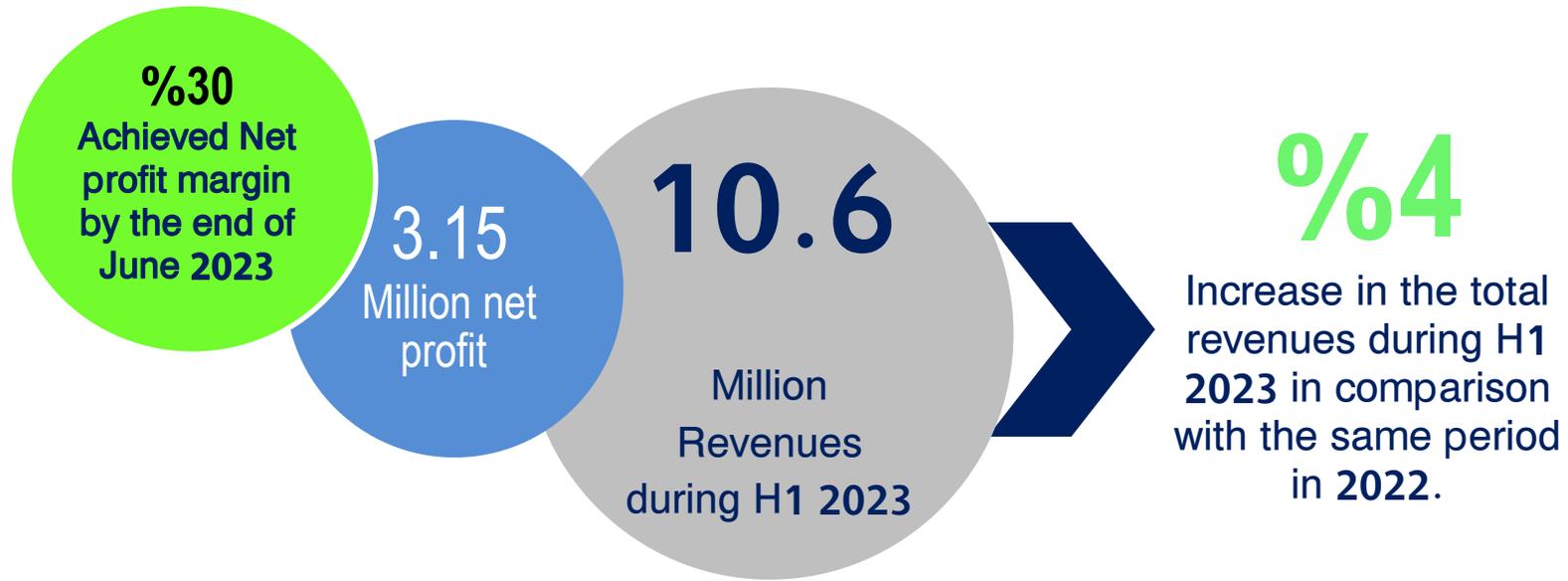


Value by Million QR

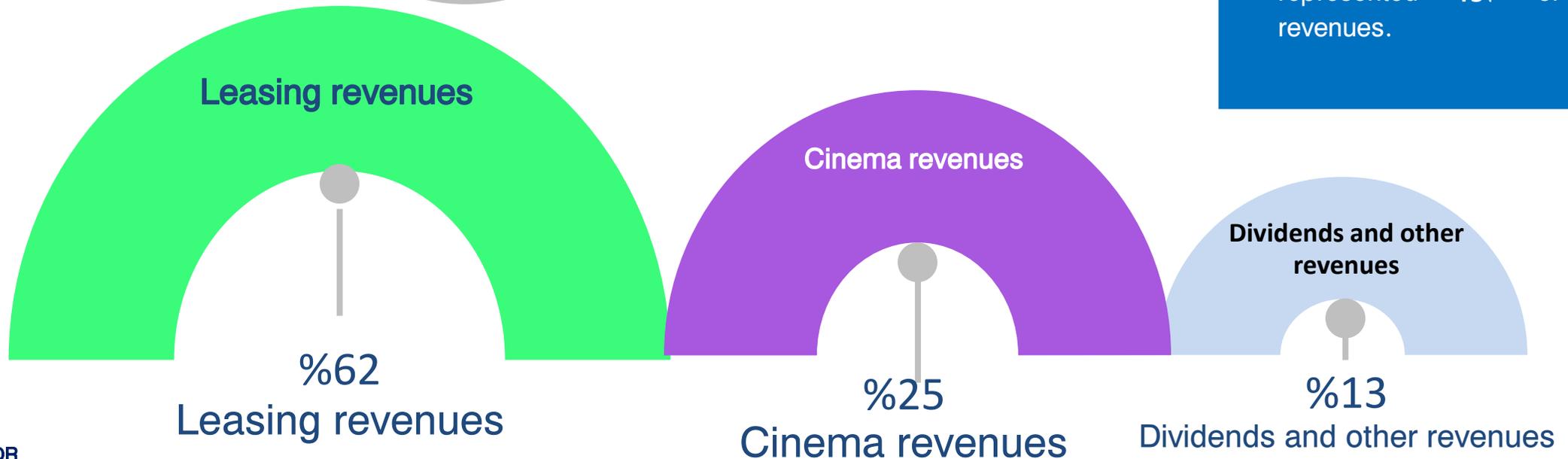
Source: financial statements report June 2023

*Net profit margin = net profit / Total revenue

REVENUE DIVERSIFICATION SUPPORTS SUSTAINABLE GROWTH



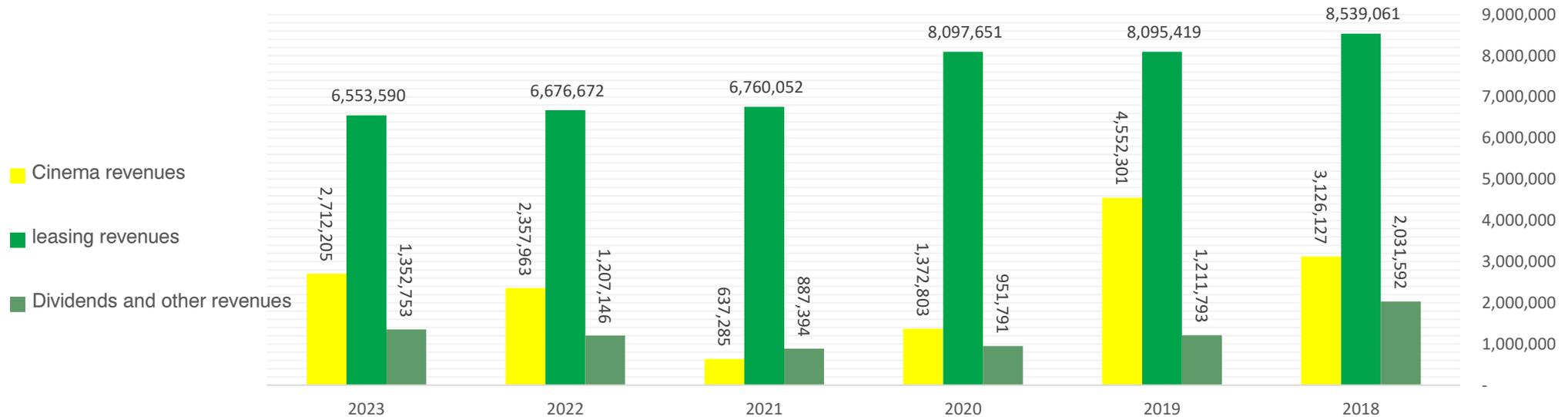
- Leasing revenue reached 62% of total revenues.
- Cinematic operation revenues amounted to 25% from total revenues.
- Dividends and other revenues represented 13% of total revenues.



LEASING REVENUES SUSTAINABILITY

4%

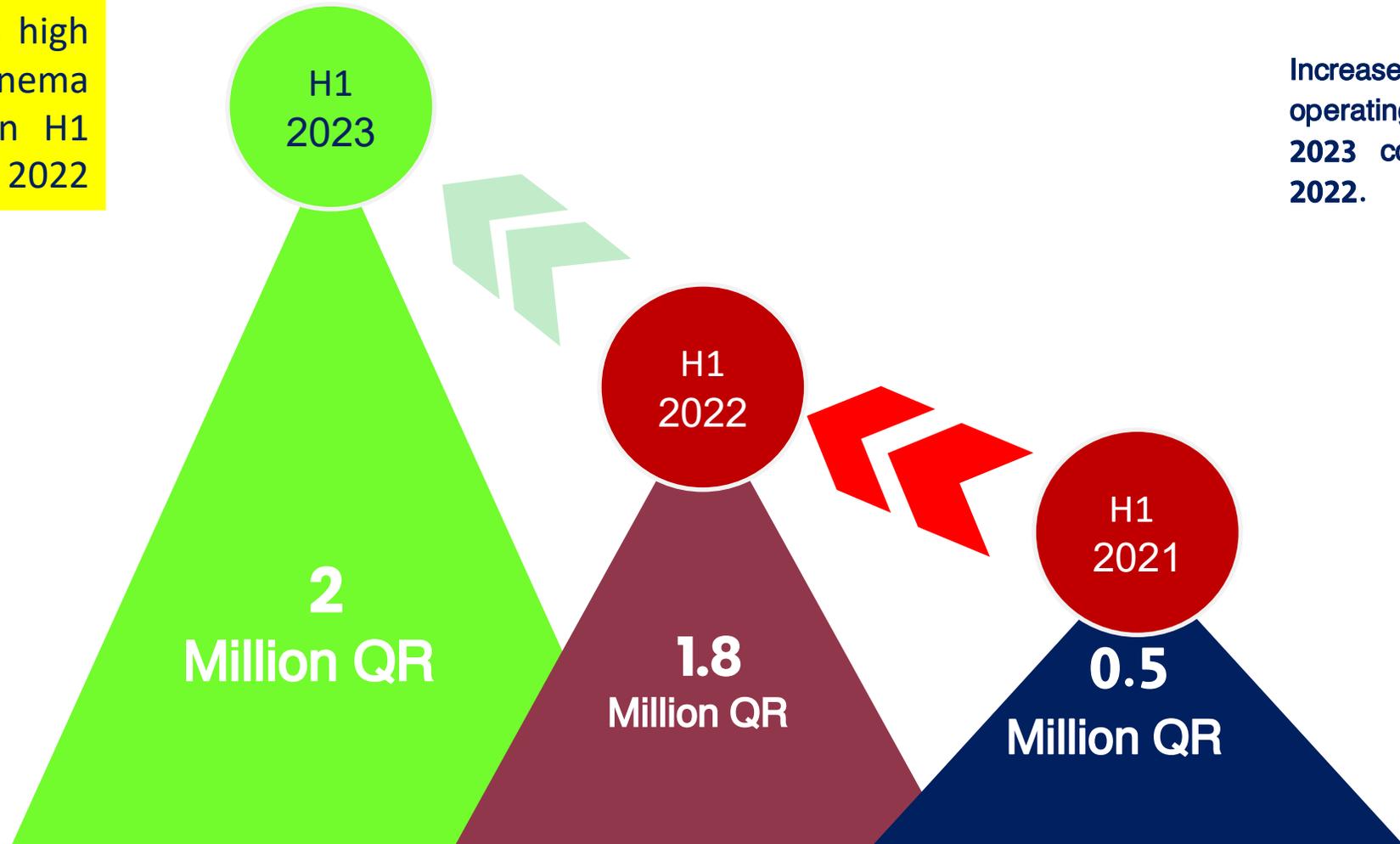
Increase in the total revenues in H1 2023 compared to H1 2022.



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 company's financial performance during 2023. The real estate leasing revenue decreased by 2% during H1 2023 compared to H1 2022. Also, the cinema's revenue increased by 49% for the same period. and the real estate leasing revenue represents the most significant part of the income, which is paid in advance, which helps the company be in an excellent financial position.

CINEMA OPERATING REVENUE

The company made a high increase in the cinema revenues by 49% in H1 2023 compared to H1 2022



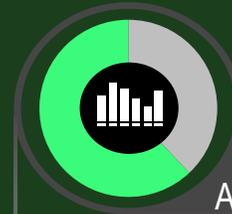
%4

Increase in cinematic operating revenues in H1 2023 compared to H1 2022.

Value by Million QR

Source: financial statements report in June 2023

Comparison of H1 2023 total revenues by the same period in the last two years.



%62

Real estate leasing revenue



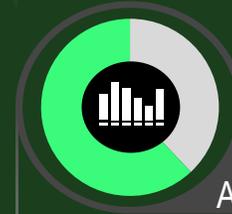
%25

Cinematic Operational revenue



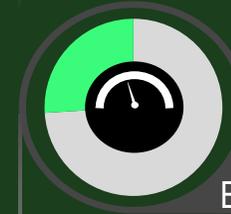
%13

Investment and other revenues



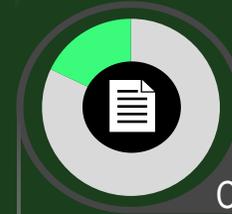
%63

Real estate leasing revenue



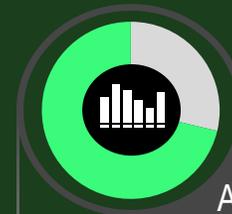
%19

Cinematic Operational revenue



%18

Investment and other revenues



%82

Real estate leasing revenue



%7

Cinematic Operational revenue



%12

Investment and other revenues

%4

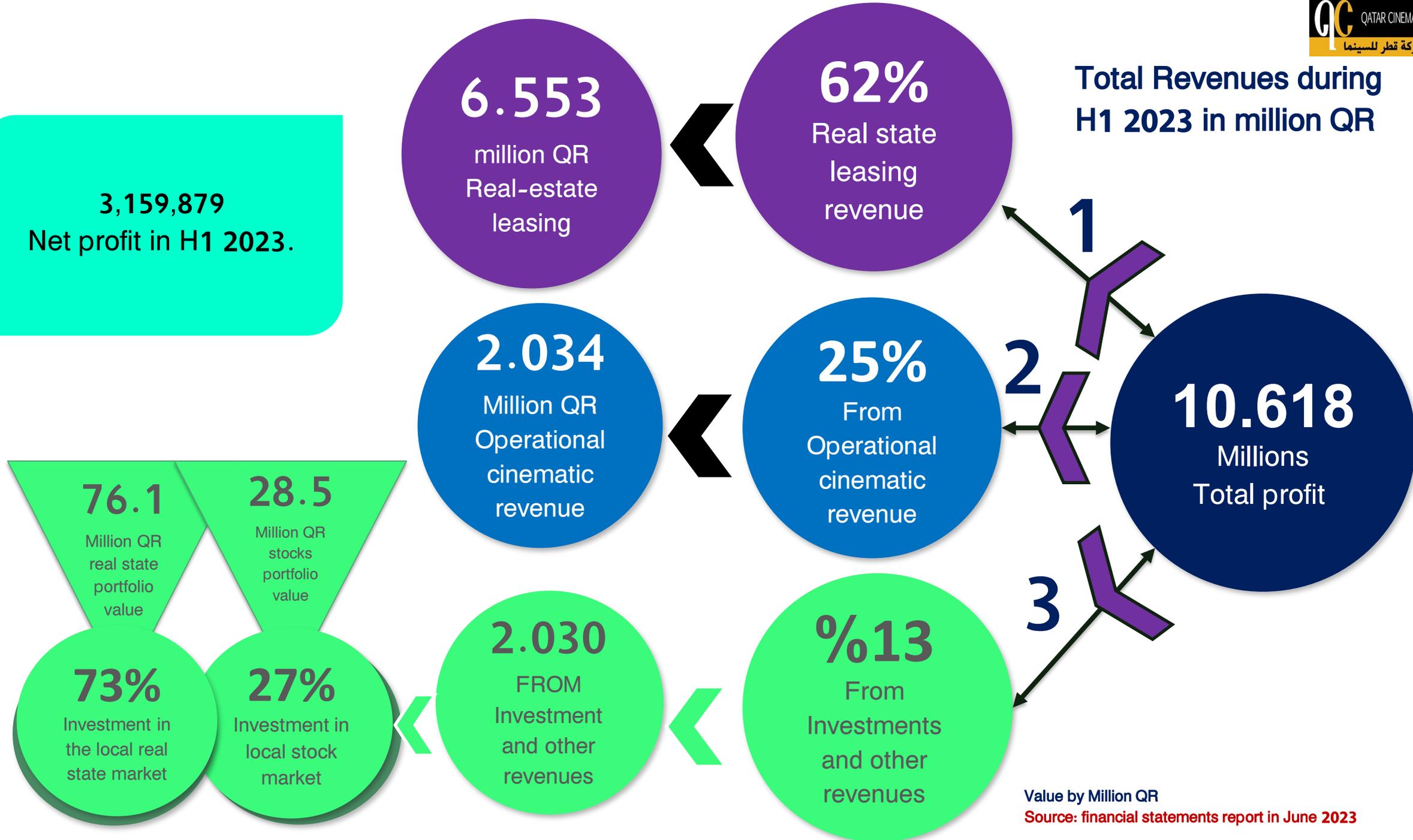
Increase in the total revenues in H1 2023 compared to H1 2022.

Value by Million QR

Source: financial statements report in June 2023

Total Revenues during H1 2023 in million QR

3,159,879
Net profit in H1 2023.

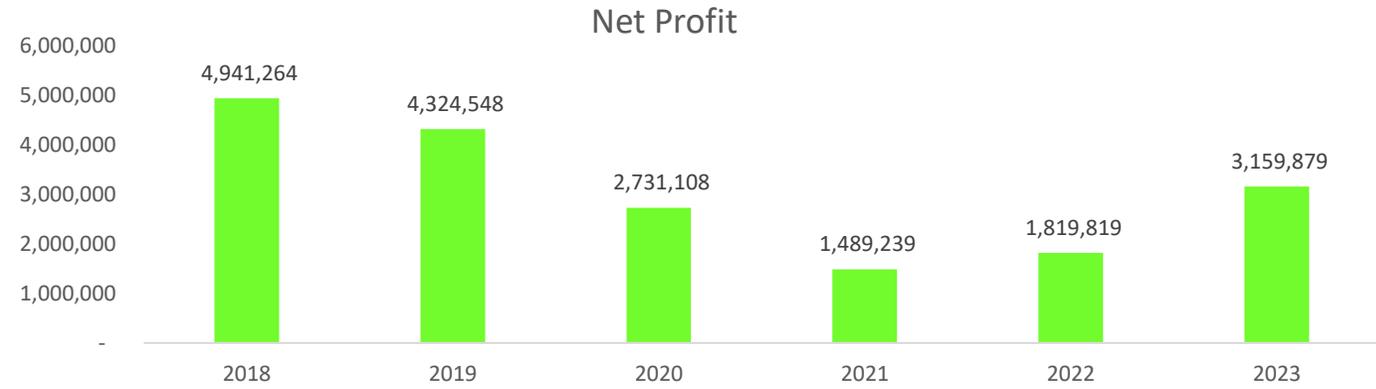


Value by Million QR

Source: financial statements report in June 2023

NET PROFIT

3,159,879
Net profit in H1
2023

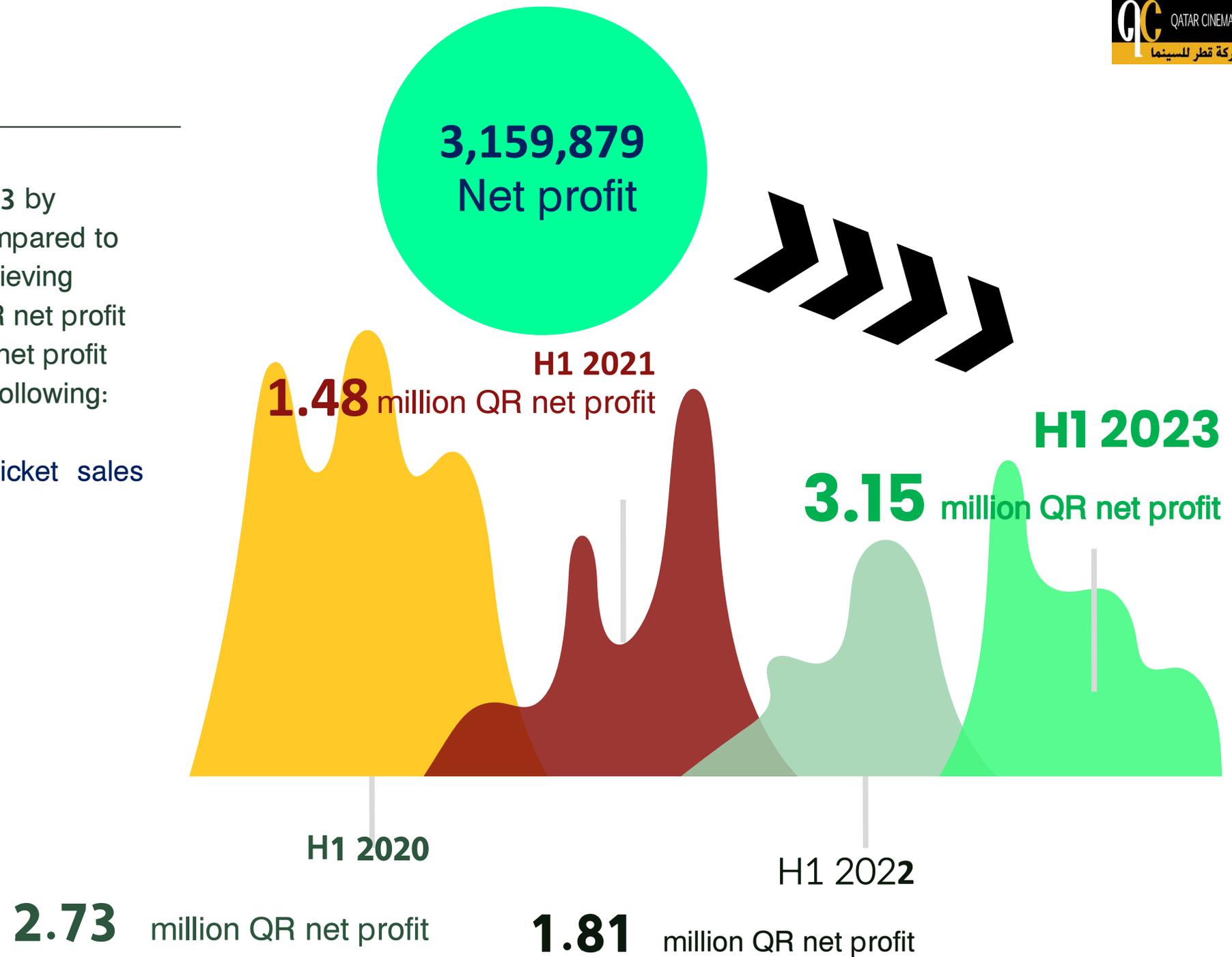


- Net profit increased in H1 2023 by almost 73.6% compared to H1 2022, achieving approximately 1.99 million QR net profit with a 30% profit margin.
- This increase is due to the increase in cinematic activity revenues by 49%, as well as dividend revenues by 12%, and a decrease in general and administrative expenses by 45%.

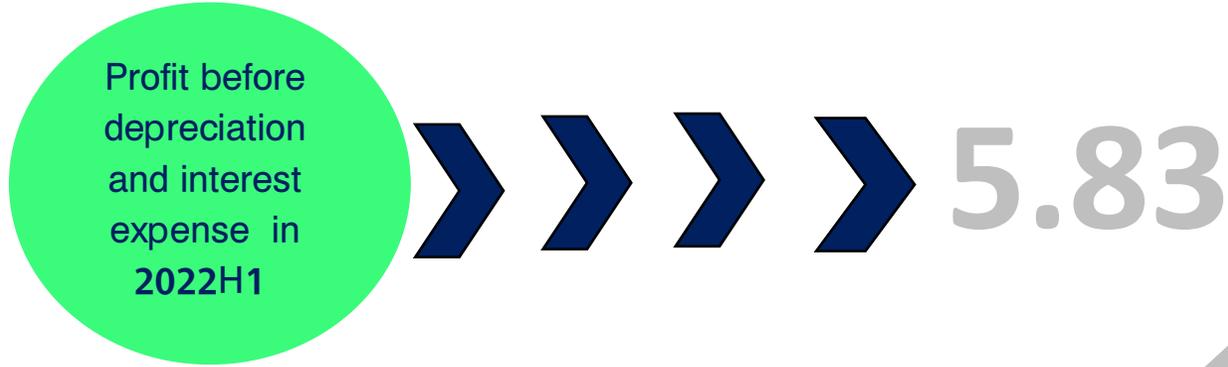
NET PROFIT

Net profit increased in H1 2023 by almost 74% approximately compared to the same period in 2022, achieving approximately 3.15 million QR net profit with a 30% profit margin. The net profit increase is due to mainly the following:

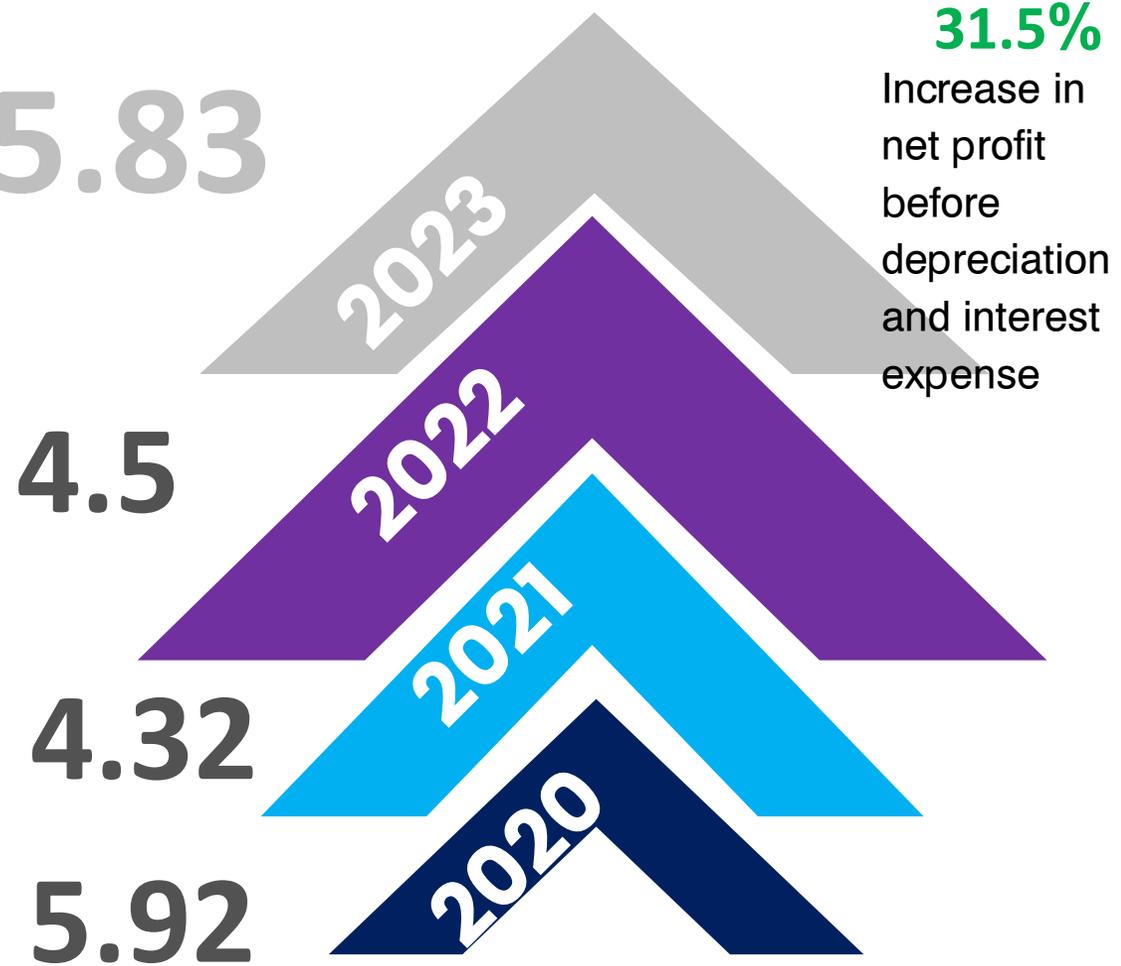
The increase in cinematic ticket sales and Dividend revenues.



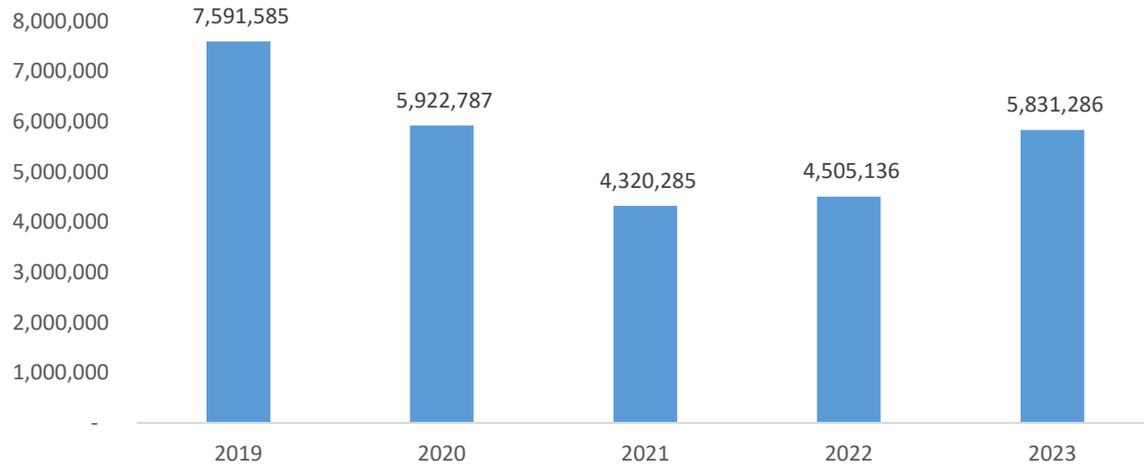
PROFITABILITY BEFORE DEPRECIATION AND INTEREST EXPENSE



Net profit increased before depreciation and interest deduction in 2023 by 31.5% approximately compared to 2021, achieving Net profit before depreciation and interest deduction valued at 5.83 million QR.



Net profit Before Depreciation and Interest expense



PROFITABILITY BEFORE DEPRECIATION AND INTEREST

Profit before depreciation and interest expense in 2023



5.83

Net profit before depreciation and interest in the first three months of 2023 increased by approximately 31.5% compared to the same period in 2022, achieving a net profit before depreciation and interest of approximately QR 3.19 million.

5.83

2023

4.50

2022

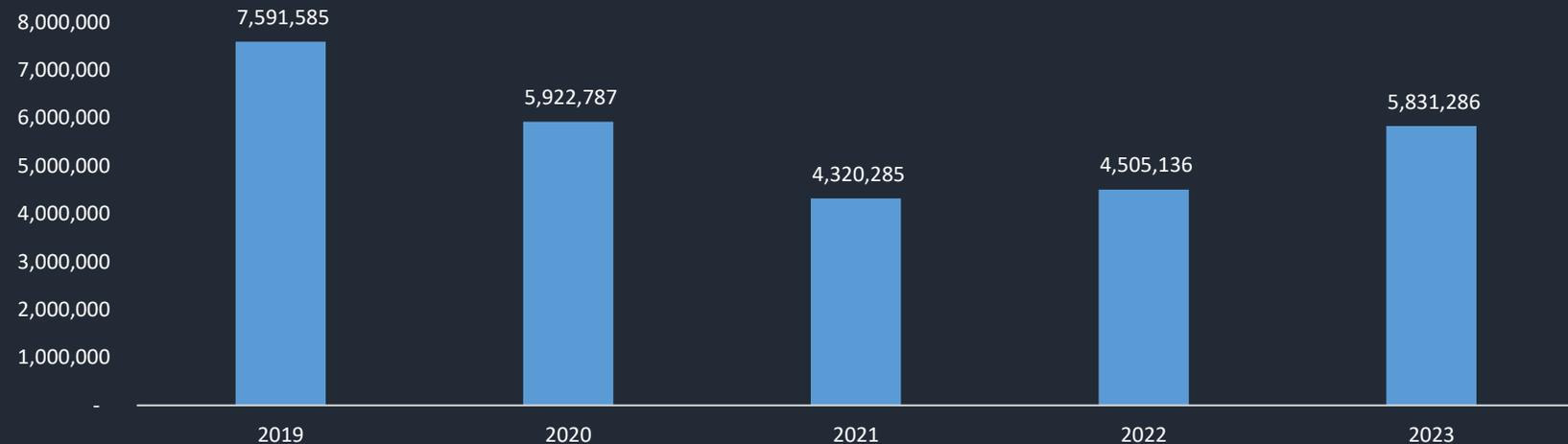
4.32

2021

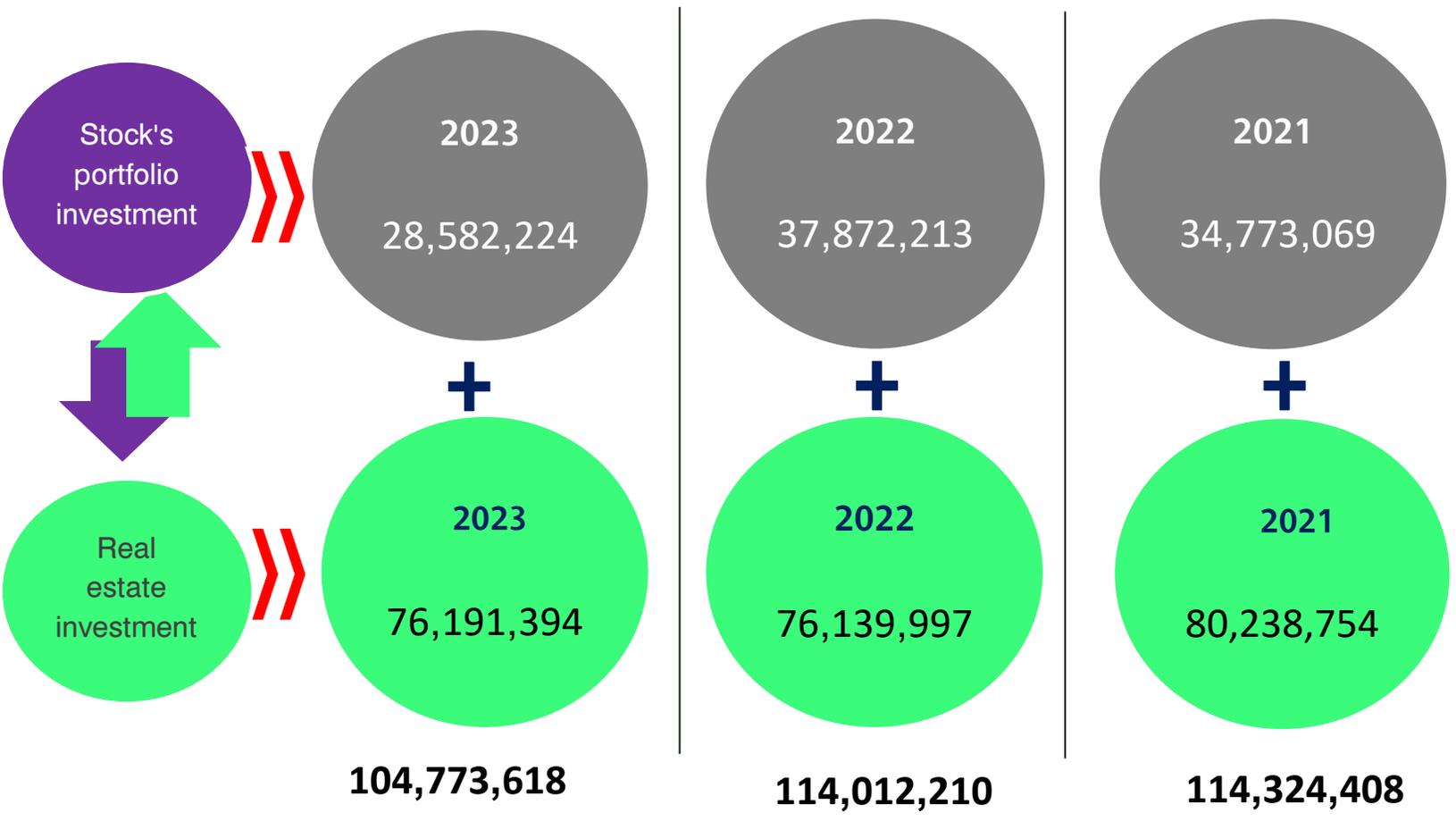
5.92

2020

Net profit before depreciation and interest deduction



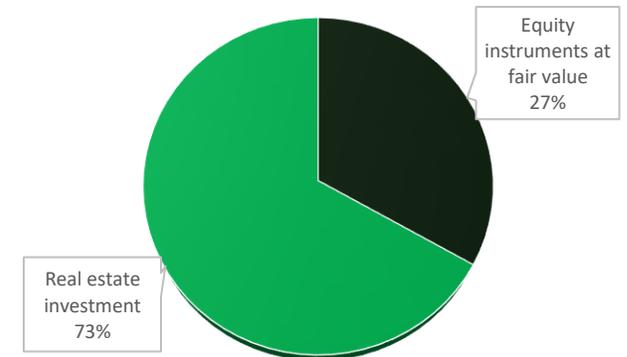
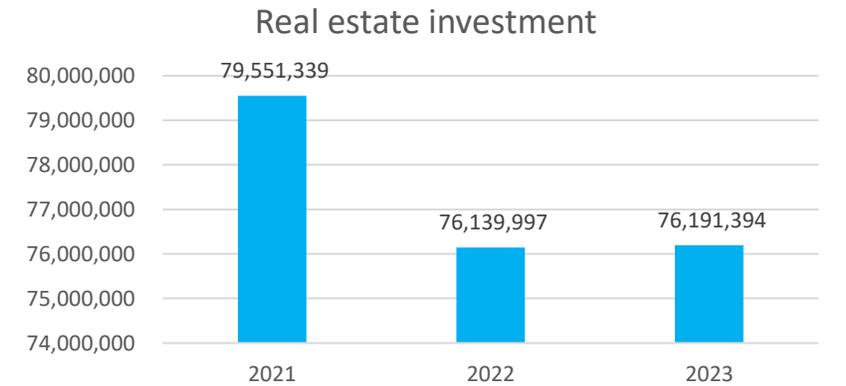
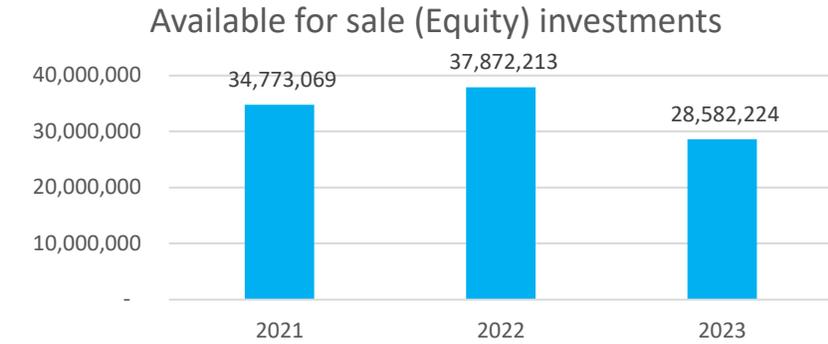
INVESTMENTS AND INCOME DIVERSIFICATION



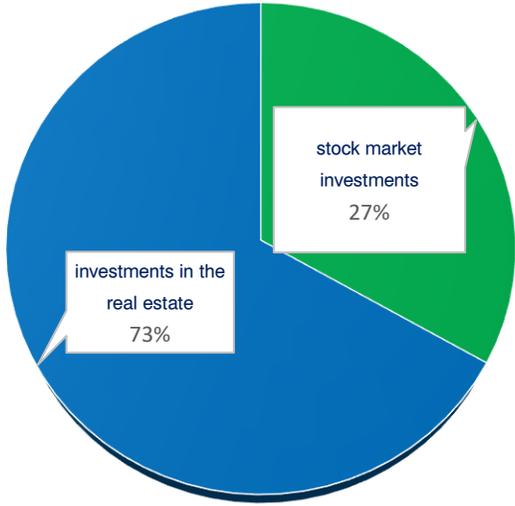
The total Investments amount to approximately 104.8 million QR, distributed between 27% for available-for-sale equity investments and 73% for real estate investments.

Value by Million QR

Source: financial statements report in June 2023

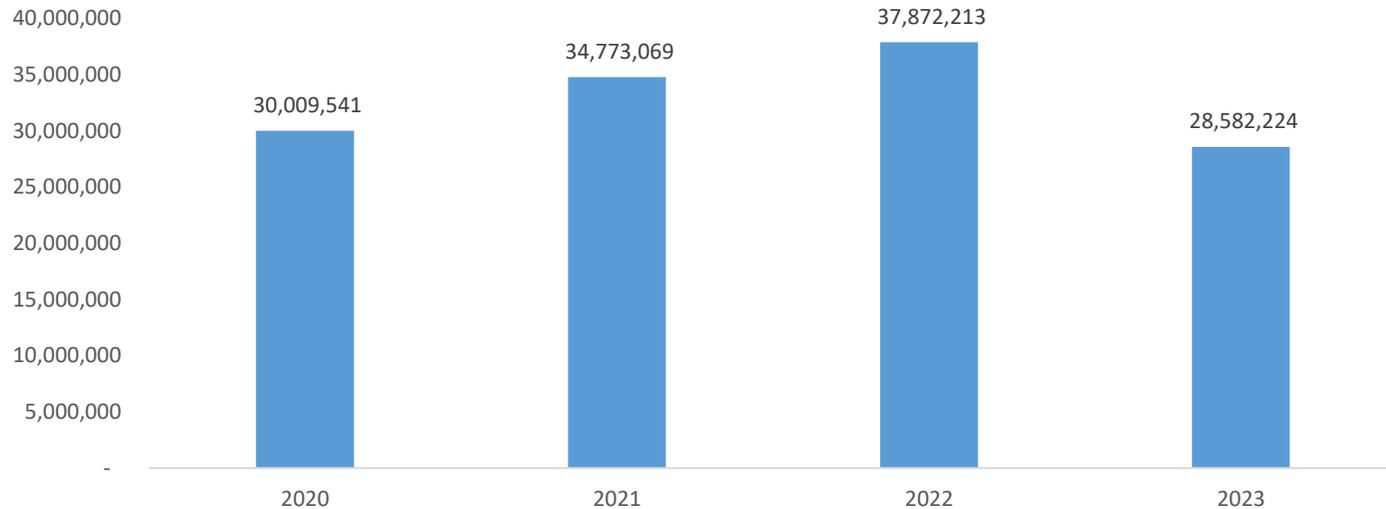


INVESTMENTS DIVERSIFICATION



- Investment activities and other revenues contributed 75% of the total revenues.
- The company's stock market investments constitute 27% of the total investments valued at 28.5 million QR by the end of H1 2023.
- The net value of the company's investments in the real estate sector constituted the most significant share of its investments, representing 73% of the total investments. The company's real estate investments are worth 76.2 million QR.

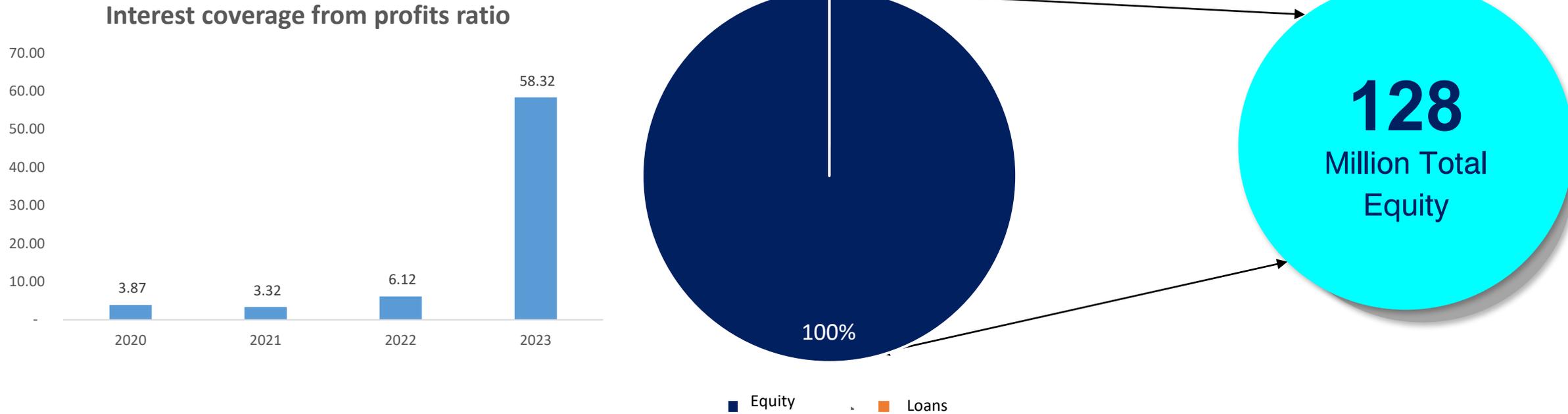
Stock market investments



Value by Million QR

Source: financial statements report in June 2023

FUNDING STRUCTURE AND INTEREST EXPENSE

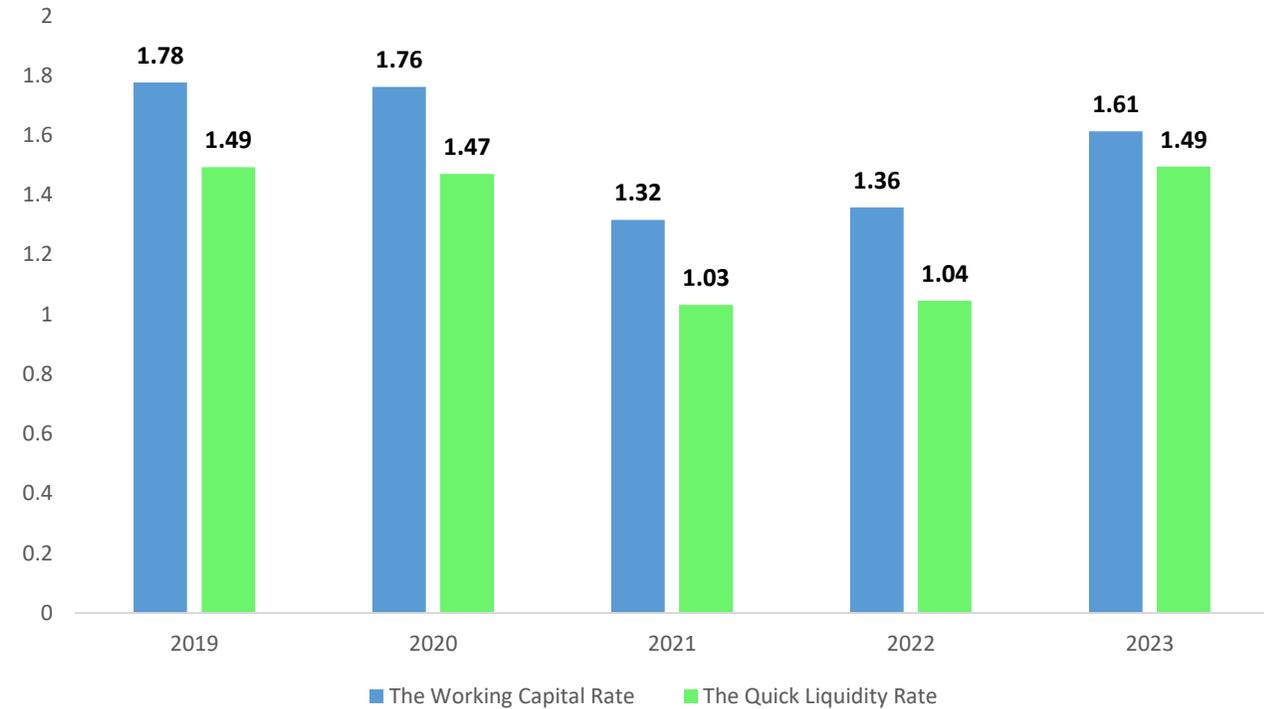


- The Company has paid all of its debts in the first half of 2022.
- The company finances its assets through equity and other liabilities.

LIQUIDITY AND CASH

The Working Capital Rate **1.78**
The Quick Liquidity Rate **1.49**

Liquidity indicators



The Working Capital rate(Current Assets/Current Liabilities) stood at 1.78 in June 2023, which means that the Company can pay its short-term liability 1.78 times through its current assets. The quick liquidity Rate (cash/current liabilities) stood at 1.49 times for the same period, which means that the Company can repay its short-term liabilities by 1.49 through liquid cash.

Clarification :

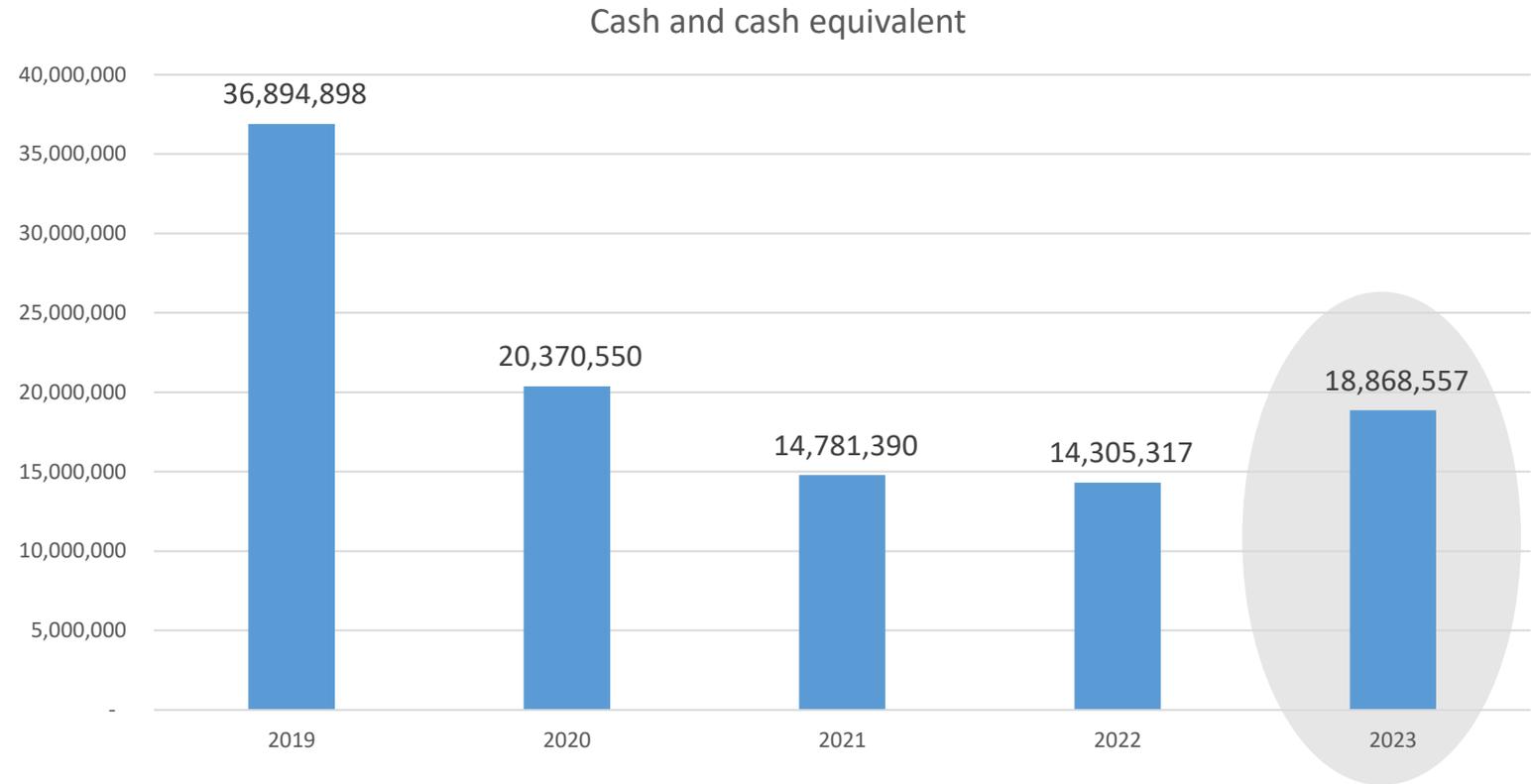
The Working Capital rate: **Company's ability to pay its short-term liability through its current assets.**

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

CASH AND BANK ACCOUNTS

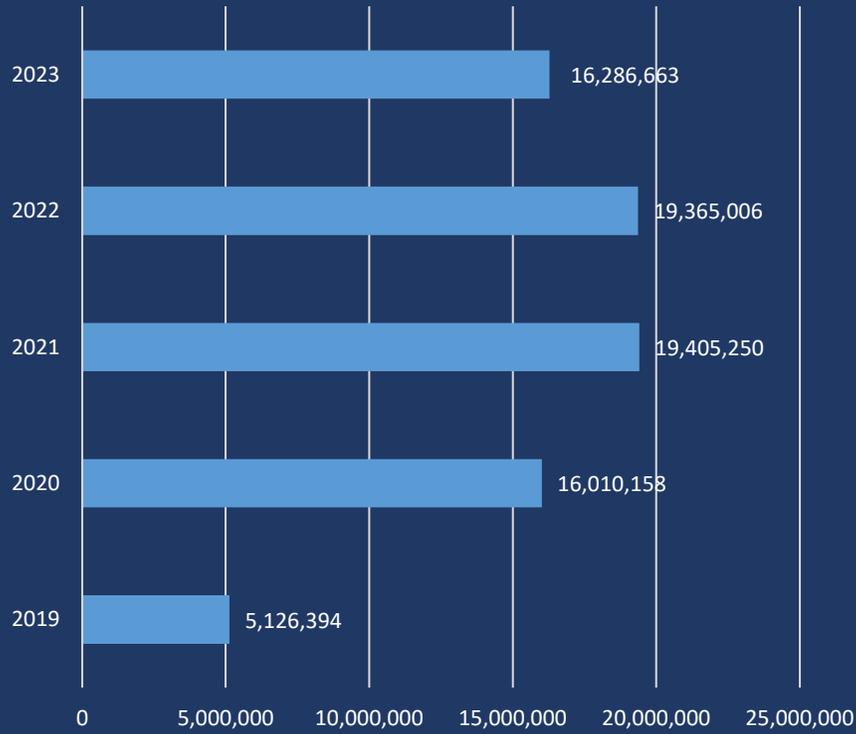
32%

increase in liquidity by the end of June 2023

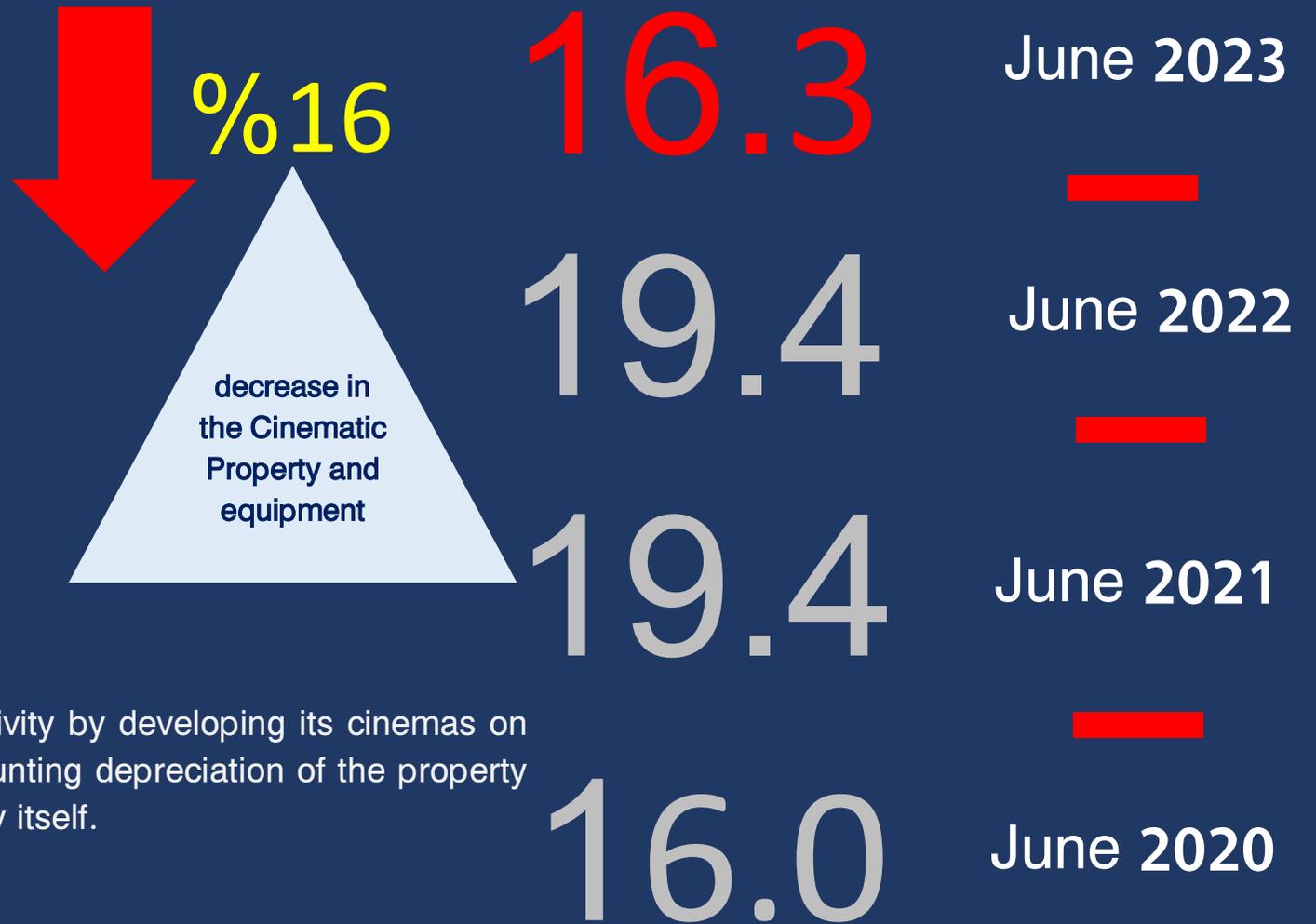


- The company's liquidity volume increased by 32% (4.5million QR) at the end of June 2023, compared to the same period in the previous year 2022, and the cash balance at the end of March 2203 reached (18,868,557 Qatari riyals).

Property and equipment



Property And Equipment



The company aims to expand its cinematic operating activity by developing its cinemas on international standards, This decrease is due to the accounting depreciation of the property and does not represent a material decrease in the property itself.

Value by Million QR

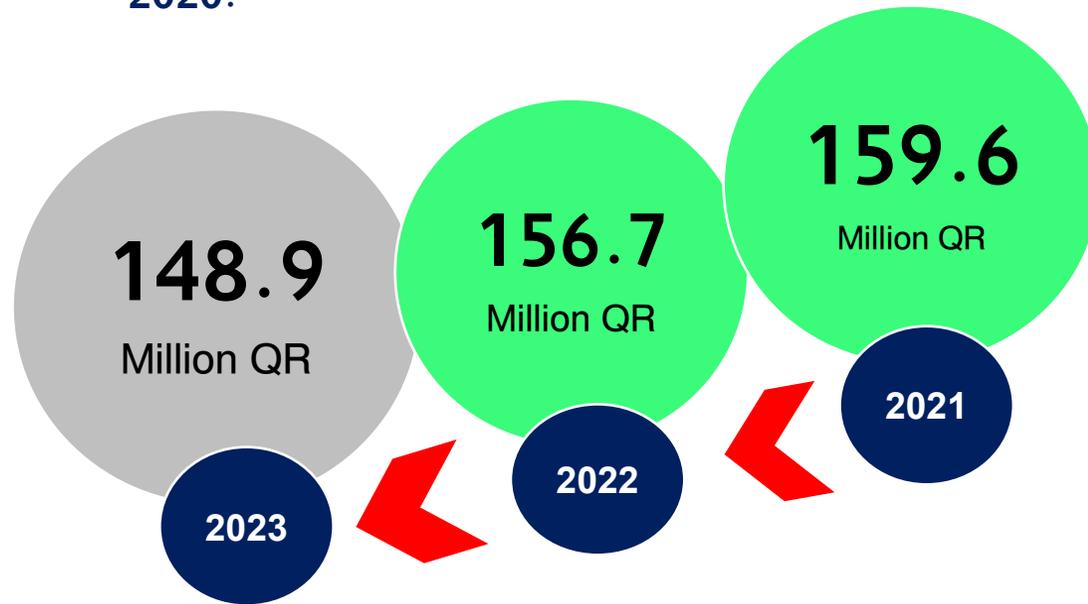
Source: financial statements report in June 2023

ASSETS IN JUNE 2023

Decrease in assets in comparison with 2020.

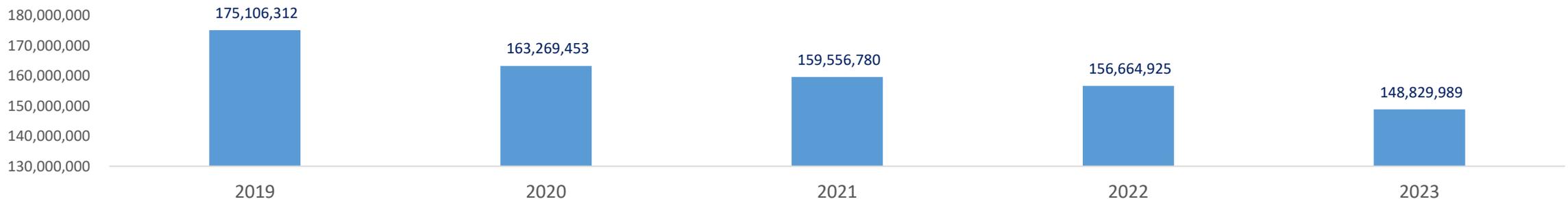
%5 -

Approximately one million Qatari riyals **149**
The volume of assets in June 2023 approximately decreased by 5% compared to June 2022.



million decrease in assets by the end of June 2023 compared to 2022 **7.84**

Assets Value

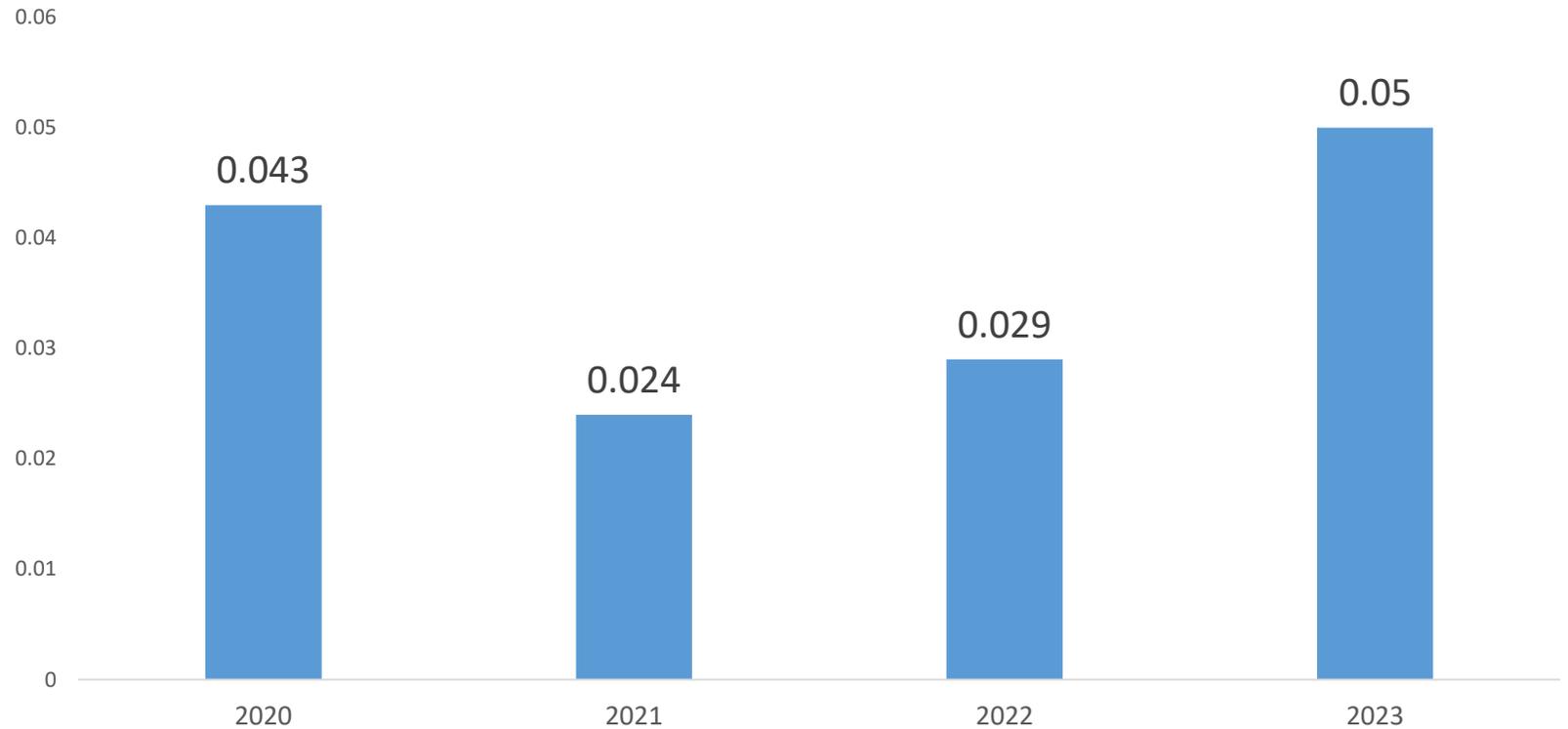


Value by Million QR

Source: financial statements report in June 2023

EARNING PER SHARE

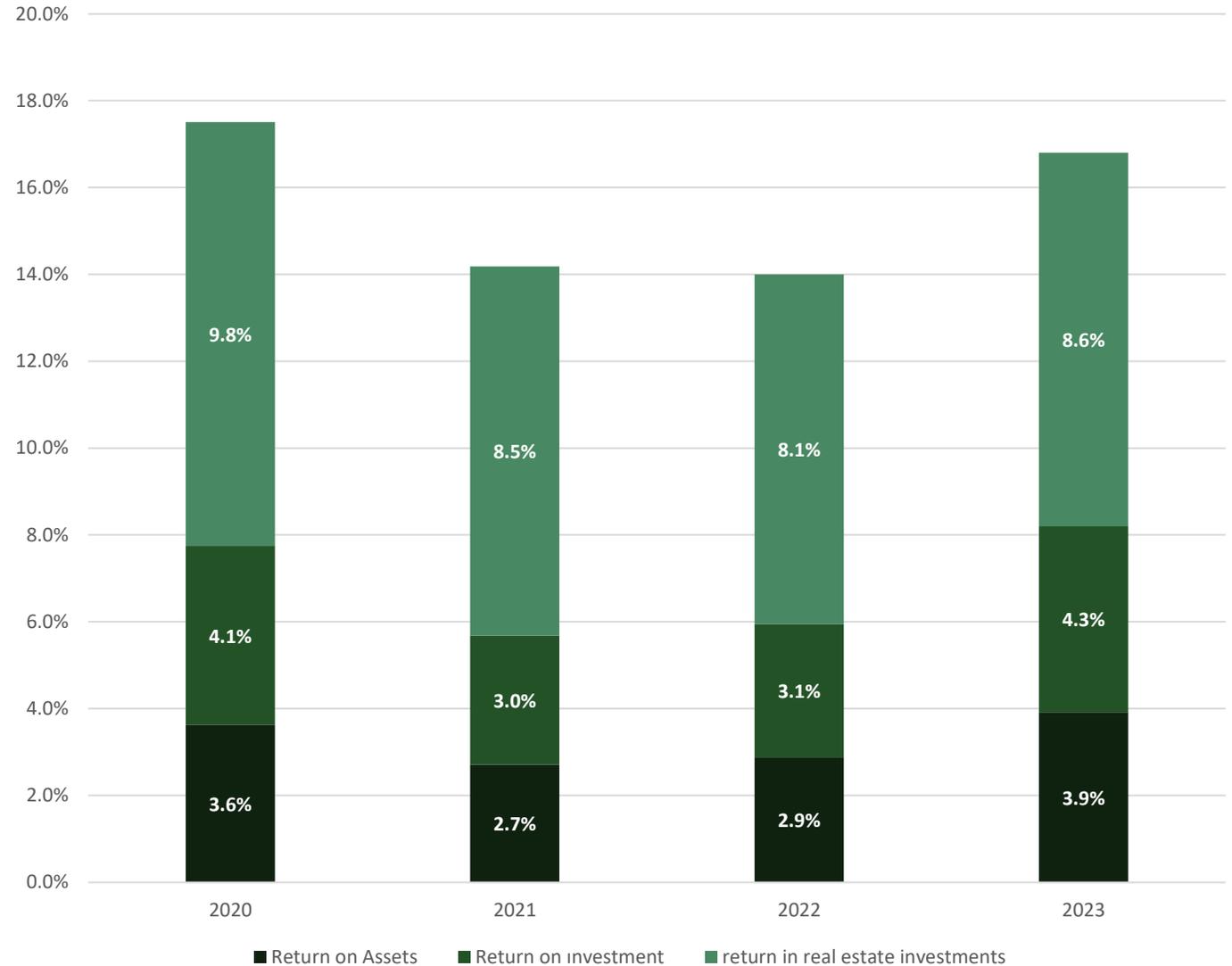
Capital
62,807,950 Million QR



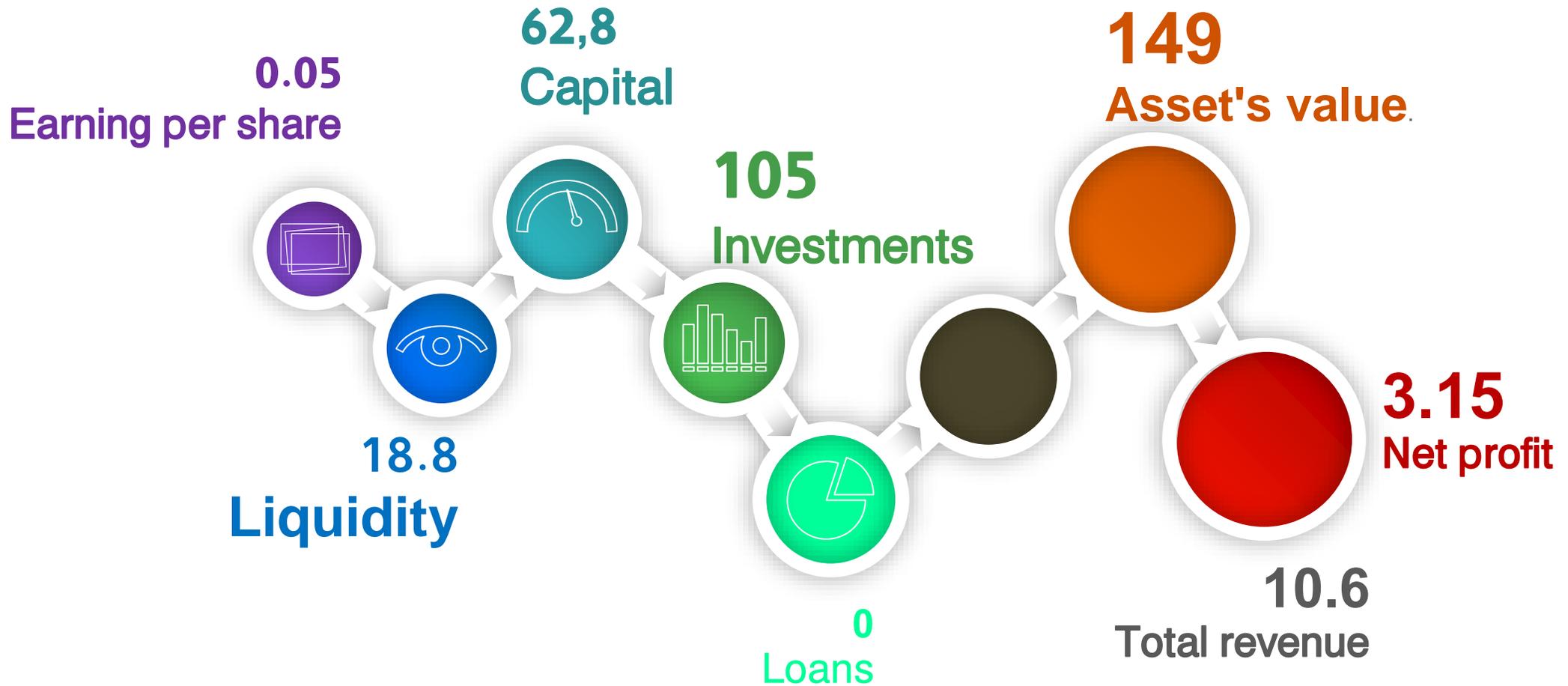
Till June 2023, the earnings per share amounted to **0.05** Qatari riyals, while the earnings per share for the same period in 2022 amounted to only **0.029** Qatari riyals.

Return on investment

- Return on Real estate investment represented almost **8.6%** during **H1 2023**. Real estate investment is considered the most income-generating activity in the company.
- The total return on the total Investment rate is **4.3%** in **H1 2023**.
- The total return on Assets in the company reached **3.9%** of the total assets.
- The return on investment and the return on assets also increased in the H1 of **2023** as a result of the increase in revenues.



QATAR CINEMA AND FILM DISTRIBUTION



Value by Million QR

Source: financial statements report in June 2023

1  **24th January 2023:** Qatar Cinema & Film Distribution Co. To disclose its Annual financial results on **06/02/2023**

2  **31st January 2023:** Qatar Cinema & Film Distribution Co. holds its investors relation conference call on **09/02/2023** to discuss the financial results

3  **6th February:** Qatar Cinema & Film Distribution Co. discloses the interim financial statement for the twelve-month period ending **31st December 2022**. The financial statements revealed a Net Profit of **QR 2,776,872** in comparison to a Net Profit of **QR 2,155,794** for the same period of the previous year Earnings per share(EPS) amounted to **QR 0.044** as of **31st December 2022** versus Earnings per share(EPS) **QR 0.034** for the same period in **2021**. The Board of Directors has proposed to distribute a cash dividend of **6%** of the total paid share capital.

4  **8th February 2023:** Qatar Cinema & Film Distribution Co. Announces that the General Assembly Meeting AGM will be held on **01/03/2023**, 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 **08/03/2023**, at Royal Plaza Cinema

5  **1st March 2023 :** Qatar Cinema & Film Distribution Co.: announced that due to non-legal quorum for the AGM on **01/03/2023**, therefore, it has been decided to postpone the meeting to **08/03/2023 & 06:30 PM & Royal Plaza Cinema, Hall No. (3), Royal Plaza Mall , Al Sadd Street.**

6  **8th March 2023 :** The AGM Endorses items on its agenda

7 **16 th April 2023:** Qatar Cinema & Film Distribution Co. discloses its financial statement for the period ending 31st March 2023 on 03/05/2023.

8 **20 th April 2023:** Qatar Cinema & Film Distribution Co. announces that the conference call with the Investors to discuss the financial results for the Quarter 1 2023 will be held on 04/05/2023 at 01:00 PM , Doha Time.

9 **3rd May 2023 :** Qatar Cinema & Film Distribution Co. discloses the interim financial statement for the three-month period ending 31st March 2023 . The financial statements revealed a Net Profit of QR 1,994,774 in comparison to Net Profit QR 1,538,385 for the same period of the previous year.
The Earnings per Share(EPS) amounted to QR 0.031 as of 31st March , 2023 versus Earnings per Share(EPS) QR 0.024 for the same period in 2022 .

Thank You

Qatar Cinema Company

Doha- Qatar

Cinema Signal,

P.O Box: 1970 Doha, Qatar

Office: +974 4471620

Fax: +974 44671511

