



Company: QNB Financial Services Co. WLL
Conference Title: Qatar Cinema & Film Distribution Co. (QCFS) Results conference call
Date: Sunday, 16 February 2020
Conference Time: 10:00AM

Zaid al-Nafoosi: Thank you. Hello, ladies and gentlemen. This is Zaid al-Nafoosi from QNB Financial Services. I want to welcome everyone to Qatar Cinema & Film Distribution Company 2019 Financial Results Conference Call. On this call, we have Mr Abdulrahman Nagdi. He's the General Manager. Mr Jamaluddin Albenna[?]. He's the finance manager. And Ms Wallah Al-Syed[?]. She is the Investor Relations Officer.

We will start this conference call with brief comments on the company's performance followed by questions and answers session. I will now hand over the call to Mr Abdulrahman to get us started. Thank you very much. Go ahead.

Jamaluddin Albenna: Thank you. Jamaluddin Albenna speaking. Salaam-Alaikum. [Inaudible] to present to you a brief summary of the company performance and profit achieved in about year 2019. The company achieved during the business from 30th January 2019 to 31st December 2019 net profit of QAR6,389,662 compared to QAR8,465,532 for the same period last year. The earnings per share amount is [inaudible] for the period ended 31st December 2019 and the earnings per share amounted to QAR0.40 for the same period of the previous year.

Net profit for the period ended 31st December 2019 decreased by almost 24% compared to the same period in the 2018. This is due to the adoption of the new accounting standard number 16 concerning the land contracts, which was applied to the Qatar [inaudible] contracts. In addition for this lot of factors, the low return on the company investment in the other companies.



After the financial results, they performance [inaudible] operating revenue improved by 8% compared by the revenue for the same period of the previous year. Despite the increase in the number of theatres in the Doha, we observed the stability of the rental income, which constitutes the largest part of the total income of the company and despite the situation of the real estate investment sector, the net income decreased by 8% approximately compared to the same period in the previous years.

Increase in asset value by 4% approximately compared to the same period in 2018 as a result of adoption of the new accounting standard number 16. Shareholder equity almost the same [inaudible] all the decrease from the positive year. When we compare the current asset with the current liabilities means that the company can pay its short-term liabilities.

Lastly, there was a meeting of the Board of Directors and he recommended for the distribution of dividend for 2019 at the rate of 10% of the nominal value of the share capital, that means [inaudible] there is a share.

The major news for the previous years 2019, in October 2019, the Qatar Central Securities Depository Company announcement the amendment on the [inaudible] foreign ownership in Qatar Cinema & Film Distribution Company to be become 49% of the capital. The percentage of individual in Qatar Cinema & Film Distribution has also been amended to become 10%. Our [inaudible] within the next few months is Qatar Cinema located in Qatar [inaudible] which has been constructed in accordance with the world class [inaudible].

Regarding the request of urban planning department and the Minister of Municipality and Environment, 10th July the [inaudible] a direction was issued to hold meeting with the Cinema Board of Directors to discuss the broader alternative. Consultation are still underway and full detail will be released once agreement is reached. An internal license has been received for



[inaudible] and the company will currently be conducting studies to prevail some proposal regarding how to make improvement to all the cinema in order to attract customers and increase the income.

Thank you for valuable participation and we are opening the question.

Operator: Thank you. Ladies and gentlemen, if you would like to ask a question, please signal by pressing star one on your telephone keypad. If you're using a speakerphone, please make sure your mute function is turned off to allow your signal to reach our equipment. Once again, press star one to ask a question. We will pause for just a moment to allow everyone an opportunity to signal for questions. Once again, press star one to ask a question. It appears there are no questions at this time. I would like to turn the conference back to Zaid for any additional or closing remarks.

Zaid al-Nafoosi: Thank you, operator. Thank you, Mr Jamaluddin for your presentation. Now that there are no questions, I would like to thank everyone for participating in this call. Please do reach us at QNBFS or Qatar Cinema & Film Distribution Company team if you have any further questions. Thank you very much and you may disconnect.