

Medicare Group Q.S.C.

**UNAUDITED INTERIM CONDENSED
FINANCIAL STATEMENTS**

30 JUNE 2016

REPORT ON REVIEW OF UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF MEDICARE GROUP Q.S.C.

Introduction

We have reviewed the accompanying unaudited interim condensed statement of financial position of Medicare Group Q.S.C. (the "Company") as of 30 June 2016 and the related interim condensed statements of profit or loss, comprehensive income, changes in equity and cash flows for the six-month period then ended, and explanatory notes.

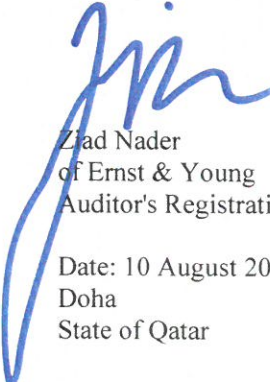
Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with IAS 34, *Interim Financial Reporting* (IAS 34). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34.



Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

Date: 10 August 2016
Doha
State of Qatar



Medicare Group Q.S.C.

UNAUDITED INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS

For the six months ended 30 June 2016

	<i>30 June 2016 QR Unaudited</i>	<i>30 June 2015 QR Unaudited</i>
Operating income	239,732,740	306,377,298
Operating costs	<u>(139,615,842)</u>	<u>(151,371,204)</u>
GROSS PROFIT	100,116,898	155,006,094
Income from deposits with an Islamic bank	297,978	600,603
Other income	8,415,495	11,225,558
General and administrative expenses	(62,815,863)	(58,685,854)
Depreciation of property and equipment	(13,712,768)	(11,737,836)
Finance cost	<u>(1,608,272)</u>	<u>(388,358)</u>
PROFIT FOR THE PERIOD	<u>30,693,468</u>	<u>96,020,207</u>
BASIC AND DILUTED EARNINGS PER SHARE (expressed in Qatari Riyals per share)	4	4
	<u>1.09</u>	<u>3.41</u>

The attached notes 1 to 15 form part of these unaudited interim condensed financial statements.

Medicare Group Q.S.C.

UNAUDITED INTERIM CONDENSED STATEMENT OF OTHER
COMPREHENSIVE INCOME

For the six months ended 30 June 2016

	<i>30 June 2016 QR Unaudited</i>	<i>30 June 2015 QR Unaudited</i>
PROFIT FOR THE PERIOD	30,693,468	96,020,207
Other comprehensive income		
Net (loss) gain on financial investments at fair value through other comprehensive income and available-for-sale financial assets	<u>(2,426,908)</u>	<u>1,952,146</u>
Other comprehensive (loss) income for the period	<u>(2,426,908)</u>	<u>1,952,146</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>28,266,560</u>	<u>97,972,353</u>

The attached notes 1 to 15 form part of these unaudited interim condensed financial statements.

Medicare Group Q.S.C.

UNAUDITED INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

As at 30 June 2016

	<i>Notes</i>	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
ASSETS			
Non-current assets			
Property and equipment	5	867,806,857	861,238,822
Financial investments at fair value through other comprehensive income		31,107,410	32,285,111
Available-for-sale financial assets		<u>18,206,097</u>	<u>18,937,827</u>
		<u>917,120,364</u>	<u>912,461,760</u>
Current assets			
Inventories		29,206,074	34,824,942
Accounts receivable and prepayments		183,504,586	232,562,286
Cash and bank balances	8	<u>41,744,781</u>	<u>112,160,282</u>
		<u>254,455,441</u>	<u>379,547,510</u>
Assets of a disposal group classified as held for sale	6	<u>-</u>	<u>-</u>
TOTAL ASSETS		<u>1,171,575,805</u>	<u>1,292,009,270</u>
EQUITY AND LIABILITIES			
Equity			
Share capital		281,441,000	281,441,000
Legal reserve		60,850,866	60,850,866
Fair value reserve		(3,811,700)	(1,384,792)
Revaluation surplus		548,540,300	548,540,300
Retained earnings		<u>96,379,575</u>	<u>206,406,607</u>
Total equity		<u>983,400,041</u>	<u>1,095,853,981</u>
Non-current liabilities			
Interest bearing loans	9	43,740,162	53,188,408
Employees' end of service benefits		<u>45,422,062</u>	<u>41,866,149</u>
		<u>89,162,224</u>	<u>95,054,557</u>
Current liabilities			
Accounts payable and accruals		79,358,903	82,256,245
Interest bearing loans	9	18,739,029	18,427,338
Retention payable		<u>915,608</u>	<u>417,149</u>
		<u>99,013,540</u>	<u>101,100,732</u>
Total liabilities		<u>188,175,764</u>	<u>196,155,289</u>
TOTAL EQUITY AND LIABILITIES		<u>1,171,575,805</u>	<u>1,292,009,270</u>

.....
Jamal Abdulla Al-Jamal
Managing Director

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Khalid Mohammad Al-Emadi
Chief Executive Officer

The attached notes 1 to 15 form part of these unaudited interim condensed financial statements.

Medicare Group Q.S.C.

UNAUDITED INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2016

	Share capital QR	Legal reserve QR	Fair value reserve QR	Revaluation surplus QR	Retained earnings QR	Total QR
Balance at 1 January 2016 (Audited)	281,441,000	60,850,866	(1,384,792)	548,540,300	206,406,607	1,095,853,981
Profit for the period	-	-	-	-	30,693,468	30,693,468
Other comprehensive loss for the period	-	-	(2,426,908)	-	-	(2,426,908)
Total comprehensive income for the period	-	-	(2,426,908)	-	30,693,468	28,266,560
Cash dividends paid (Note 7)	-	-	-	-	(140,720,500)	(140,720,500)
Balance at 30 June 2016 (Unaudited)	281,441,000	60,850,866	(3,811,700)	548,540,300	96,379,575	983,400,041
Balance at 1 January 2015 (Audited)	281,441,000	42,813,329	6,234,677	409,645,511	185,433,198	925,567,715
Profit for the period	-	-	-	-	96,020,207	96,020,207
Other comprehensive income for the period	-	-	1,952,146	-	-	1,952,146
Total comprehensive income for the period	-	-	1,952,146	-	96,020,207	97,972,353
Cash dividends paid (Note 7)	-	-	-	-	(140,720,500)	(140,720,500)
Balance at 30 June 2015 (Unaudited)	281,441,000	42,813,329	8,186,823	409,645,511	140,732,905	882,819,568

The attached notes 1 to 15 form part of these unaudited interim condensed financial statements.

Medicare Group Q.S.C.

UNAUDITED INTERIM CONDENSED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2016

	<i>Notes</i>	<i>30 June 2016 (Unaudited) QR</i>	<i>30 June 2015 (Unaudited) QR</i>
OPERATING ACTIVITIES			
Profit for the period		30,693,468	96,020,207
Adjustment for:			
Profit on disposal of available-for-sale investments		-	(414,334)
Depreciation of property and equipment	5	13,712,768	11,737,836
Provision for employees' end of service benefits		4,774,831	5,791,907
Provision for obsolete and slow moving inventories		1,070,194	2,274,246
Finance costs		1,608,272	388,358
Bad debts written off		-	1,673,825
Impairment allowance for bad and doubtful debts		15,487,416	8,921,642
Impairment loss on available-for-sale investments		1,067,591	766,689
Income from deposits with an Islamic bank		(297,978)	(600,603)
Dividend income		(2,597,033)	(2,738,034)
Operating profit before working capital changes		65,519,529	123,821,739
Working capital changes:			
Inventories		4,548,674	(4,959,922)
Accounts receivable and prepayments		33,570,284	(29,086,184)
Accounts payable and accruals		(2,897,342)	13,202,979
Retention payable		498,459	-
Cash from operating activities		101,239,604	102,978,612
Employees' end of service benefits paid		(1,218,918)	(1,504,832)
Finance cost paid		(1,608,272)	(388,358)
Net cash flows from operating activities		98,412,414	101,085,422
INVESTING ACTIVITIES			
Purchase of property and equipment	5	(20,280,803)	(125,384,895)
Net movement in term deposits		83,063,010	115,063,010
Purchase of available-for-sale investments		(1,585,068)	(8,348,899)
Proceeds from disposal of available-for-sale investments		-	6,519,709
Income from deposits with an Islamic bank received		297,978	520,261
Dividend income received		2,597,033	2,738,034
Net cash flows from (used in) investing activities		64,092,150	(8,892,780)
FINANCING ACTIVITIES			
Cash dividends paid	7	(140,720,500)	(140,720,500)
Net movement in interest bearing loans	9	(9,136,555)	67,850,896
Net cash flows used in financing activities		(149,857,055)	(72,869,604)
NET INCREASE IN CASH AND CASH EQUIVALENTS		12,647,509	19,323,038
Cash and cash equivalents at 1 January		29,097,272	26,576,491
CASH AND CASH EQUIVALENTS AT 30 JUNE	8	41,744,781	45,899,529

The attached notes 1 to 15 form part of these unaudited interim condensed financial statements.

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

At 30 June 2016

1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

Medicare Group Q.S.C., formerly known as Al Ahli Specialised Hospital Company Q.S.C., is a Qatari Public Shareholding Company incorporated on 30 December 1996 under commercial registration number 18895. The Company's registered office address is P.O. Box 6401, Doha, State of Qatar. The Company's main activity is to operate a specialised hospital and promote medical services in State of Qatar.

The interim condensed financial statements of the Company for the six months ended 30 June 2016 were authorised for issue in accordance with a resolution of the Board of Directors on 10 August 2016.

2 BASIS OF PREPARATION

The unaudited interim condensed financial statements for the six months ended 30 June 2016 have been prepared in accordance with IAS 34 *Interim Financial Reporting*.

The unaudited interim condensed financial statements are prepared in Qatari Riyals('QR'), which is the Company's functional and presentational currency.

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements as at 31 December 2015. In addition, the results for the six months ended 30 June 2016 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2016.

3 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the unaudited interim condensed financial statements are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2015, except for the adoption of new standards and interpretations effective as of 1 January 2016. The Company has not early adopted any other standard, interpretation or amendment that has been issued but not yet effective.

The following amendments to standards have been applied by the Company in preparation of these unaudited interim condensed financial statements. The amendments to the below standards did not have any material impact to the Company, but they may result in additional disclosures at year end:

<i>Topic</i>	<i>Effective date</i>
Amendments to IFRS 11 Joint Arrangements: Accounting for Acquisition of Interests	1 January 2016
IFRS 14 Regulatory Deferral Accounts	1 January 2016
Amendments to IAS 16 and IAS 38: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to IAS 27: Equity Method in Separate Financial Statements	1 January 2016
Amendments to IAS 1: Disclosure Initiative	1 January 2016
Amendments to IFRS 10, IFRS 12 and IAS 28 investment Entities: Applying the Consolidation Exception	1 January 2016
Annual Improvements 2012 - 2014 Cycle	1 January 2016

Standards issued but not yet effective

The following new standards have been issued but are not yet effective. The Company is currently evaluating the impact of these new standards and intend to adopt these standards, if applicable, when they become effective.

<i>Topic</i>	<i>Effective date</i>
Amendments to IAS 7 - Disclosure Initiative	1 January 2017
Amendments to IAS 12 – Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
IFRS 9 Financial Instruments	1 January 2018
IFRS 15 Revenue from Contracts with Customers	1 January 2018
IFRS 16 Leases	1 January 2019

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

At 30 June 2016

4 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period as follows:

	<i>30 June 2016 (Unaudited)</i>	<i>30 June 2015 (Unaudited)</i>
Profit for the period (QR)	<u>30,693,468</u>	<u>96,020,207</u>
Weighted average number of ordinary shares outstanding during the period	<u>28,144,100</u>	<u>28,144,100</u>
Basic and diluted earnings per share (QR)	<u>1.09</u>	<u>3.41</u>

There were no potentially dilutive shares outstanding at any time during the period and, therefore, the dilutive earnings per share is equal to the basic earnings per share.

5 PROPERTY AND EQUIPMENT

	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Net book value, beginning balance	861,238,822	584,894,699
Additions	20,280,803	158,816,387
Revaluation	-	142,760,245
Depreciation charge for the period/year	<u>(13,712,768)</u>	<u>(25,232,509)</u>
Net book value, ending balance	<u>867,806,852</u>	<u>861,238,822</u>

6 ASSETS OF A DISPOSAL GROUP CLASSIFIED AS HELD FOR SALE

	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Assets of a disposal group classified as held for sale	685,215	685,215
Provision for impairment	<u>(685,215)</u>	<u>(685,215)</u>
	<u>-</u>	<u>-</u>

In 2009, the shareholders' of the Maghrabi Specialised Center for Ophthalmology and E.N.T. (the "Subsidiary Company"), in their extra-ordinary general assembly, had resolved to liquidate the Subsidiary Company. As at 31 December 2009, the Company's management estimated that the proceeds from the liquidation will exceed the carrying amount of the related net assets and accordingly, no impairment losses were recognised on the reclassification of this disposal group classified as held for sale.

In 2010, the Subsidiary Company appointed a liquidator to manage the liquidation process, and was placed legally under liquidation. In 2011, the Company received an amount of QR 1,682,324 as part of the net recoverable amount from the investment. The remaining balance has been impaired as at reporting date, since recovery of this amount is doubtful.

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

At 30 June 2016

7 CASH DIVIDENDS

At the Annual General Meeting held on 29 March 2016, the shareholders of the Company approved a cash dividend of QR 5 per share relating to the year ended 31 December 2015. The dividend distribution amounted to QR 140,720,500 (30 June 2015: cash dividend of QR 5 per share relating to the year ended 31 December 2014 and amounted to QR 140,720,500).

8 CASH AND CASH EQUIVALENTS

For the purpose of the interim statement of cash flows, cash and cash equivalents comprise of the following:

	<i>30 June 2016 (Unaudited) QR</i>	<i>30 June 2015 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Cash on hand	399,294	214,588	260,869
Cash at bank	41,282,477	45,684,941	28,836,403
Term deposits	63,010	45,000,000	83,063,010
Total cash and bank balances	41,744,781	90,899,529	112,160,282
Less: Deposits with original maturity dates more than three months	-	(45,000,000)	(83,063,010)
Cash and cash equivalents	41,744,781	45,899,529	29,097,272

Deposits carry a profit rate of 1.5% per annum (2015: 1.5% per annum), and have an original maturity of one year.

9 INTEREST BEARING LOANS

	<i>30 June 2016 (Unaudited)</i>	<i>31 December 2015 (Audited)</i>
Term loan (i)	54,701,547	61,331,346
Term loan (ii)	7,777,644	10,284,400
	62,479,191	71,615,746

Presented in the statement of financial position as follows:

Current portion	18,739,029	18,427,338
Non-current portion	43,740,162	53,188,408
	62,479,191	71,615,746

Notes:

- (i) The term loan represents a facility of QR 70 million obtained from a Qatar based Islamic bank to finance the purchase of a building for employee accommodation in Al Mansoura area, State of Qatar. The loan is repayable in 60 monthly instalments of QR 1,268,731 commencing from 30 May 2015. The loan carries profit rate at market rates. The term loan is secured through the mortgage of the building purchased.
- (ii) The term loan represents a facility of QR 10.28 million obtained from a Qatar based Islamic bank to finance the purchase of two properties in Bin Omran area, State of Qatar. The loan is repayable in 24 monthly instalments of QR 443,639 commencing from 24 January 2016. The loan carries profit rate at market rates. The term loan is secured by mortgage of the properties purchased.

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
At 30 June 2016

10 CONTINGENCIES AND COMMITMENTS

a) Contingent liabilities

The Company had the following contingent liabilities from which it is anticipated that no material liabilities will arise.

	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Bank guarantees	<u>1,654,710</u>	<u>135,710</u>

b) Legal claims

- (i) As at 30 June 2016, various legal claims were initiated by patients against the Company in the form of malpractice compensation claims and other miscellaneous claims. In the opinion of the Company's lawyers it would be difficult to reliably estimate the compensation that may be awarded. However, the Company's lawyers believe, based on previous experience and available information, that the Company is unlikely to incur losses as a result of these claims. Moreover, the Company has adequate Malpractice insurance coverage in place to protect itself and its doctors in the event of any judgment against them. No provision has been made in the unaudited interim condensed financial statements for these legal claims.

c) Commitments under lease agreements

The Company has entered into operating leases for staff accommodation. These leases have been negotiated for periods of less than one year.

The future minimum rentals payable under non-cancellable operating leases are as follows:

	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Within one year	<u>10,394,935</u>	<u>13,562,763</u>
After one year but not more than two years	<u>5,247,000</u>	<u>10,494,000</u>
	<u>15,641,935</u>	<u>24,056,763</u>

d) Capital commitments

The management has authorised future capital expenditure amounting to QR 17,000,000 as of 30 June 2016 (2015: QR 33,522,444).

e) Commitments

Encumbrances and liens on property and equipment are disclosed in Note 9.

11 SEGMENT INFORMATION

The Company's primary business segment is the provision of health care services and therefore has no other business segments. The Company operates only in the State of Qatar.

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS

At 30 June 2016

12 FINANCIAL INSTRUMENTS

Fair values

Set out below is a comparison of the carrying amounts and fair value of the Company's financial instruments as at 30 June 2016 and 31 December 2015:

	<i>Carrying amounts</i>		<i>Fair values</i>	
	<i>30 June</i>	<i>31 December</i>	<i>30 June</i>	<i>31 December</i>
	<i>2016</i>	<i>2015</i>	<i>2016</i>	<i>2015</i>
	<i>(Unaudited)</i>	<i>(Audited)</i>	<i>(Unaudited)</i>	<i>(Audited)</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Financial assets				
Bank balances	41,345,487	111,899,413	41,345,487	111,899,413
Trade and other receivables	163,565,924	218,445,503	163,565,924	218,445,503
Financial assets at fair value through other comprehensive income	31,107,410	32,285,111	31,107,410	32,285,111
Available-for-sale financial assets	18,206,097	18,937,827	18,206,097	18,937,827
Financial liabilities				
Trade and other payables	16,910,718	17,428,950	16,910,718	17,428,950
Retention payable	915,608	417,149	915,608	417,149
Interest bearing loans	62,479,191	71,615,746	62,479,191	71,615,746

Fair value hierarchy

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique.

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities;
- Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and
- Level 3: Techniques which use inputs which have a significant effect on the recorded fair values are not based on observable market data.

As at 30 June 2016 and 31 December 2015, the Company held the following classes of financial instruments measured at fair value:

Financial assets

	<i>30 June 2016</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
	<i>(Unaudited)</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
	<i>QR</i>			
Financial investments at fair value through other comprehensive income	31,107,410	31,107,410	-	-
Available-for-sale financial assets	18,206,097	18,206,097	-	-
	<u>49,313,507</u>	<u>49,313,507</u>	-	-

Non-financial assets

	<i>30 June 2016</i>	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>
	<i>(Unaudited)</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
	<i>QR</i>			
Revalued land and buildings	804,670,276	-	-	804,670,276
	<u>804,670,276</u>	-	-	<u>804,670,276</u>

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
At 30 June 2016

12 FINANCIAL INSTRUMENTS (CONTINUED)

Fair values (continued)

	<i>31 December 2015 (Audited) QR</i>	<i>Level 1 QR</i>	<i>Level 2 QR</i>	<i>Level 3 QR</i>
Financial investments at fair value through other comprehensive income	32,285,111	32,285,111	-	-
Available-for-sale financial assets	18,937,827	18,937,827	-	-
	<u>51,222,938</u>	<u>51,222,938</u>	<u>-</u>	<u>-</u>
Non-financial assets				
	<i>31 December 2015 (Audited) QR</i>	<i>Level 1 QR</i>	<i>Level 2 QR</i>	<i>Level 3 QR</i>
Revalued land and buildings	812,031,674	-	-	812,031,674
	<u>812,031,674</u>	<u>-</u>	<u>-</u>	<u>812,031,674</u>

The Company does not hold credit enhancement or collateral to mitigate credit risk. The carrying amount of financial assets therefore represents the potential credit risk.

During the period/year ended 30 June 2016 and 31 December 2015, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

13 RELATED PARTY DISCLOSURES

Related parties represent major shareholders, directors and key management personnel of the Company, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are approved by the Company's management. Transactions with related parties included in the unaudited interim statement of income are as follows:

	<i>30 June 2016 (Unaudited) QR</i>	<i>30 June 2015 (Unaudited) QR</i>
Interest income	<u>297,978</u>	<u>600,603</u>
Rental income	<u>222,282</u>	<u>222,282</u>
Bank charges	<u>(55,316)</u>	<u>(481,888)</u>
Interest expenses	<u>(1,608,272)</u>	<u>(388,358)</u>
Insurance expenses	<u>(514,205)</u>	<u>(891,391)</u>

Medicare Group Q.S.C.

NOTES TO THE UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS
At 30 June 2016

13 RELATED PARTY DISCLOSURES (CONTINUED)

Transactions with related parties included in the unaudited interim statement of financial position are as follows:

	<i>30 June 2016 (Unaudited) QR</i>	<i>31 December 2015 (Audited) QR</i>
Bank balances	<u>39,811,575</u>	<u>26,020,617</u>
Short term deposits	<u>63,010</u>	<u>83,063,010</u>
Interest receivables	<u>-</u>	<u>193,081</u>
Interest bearing loans (Note 9)	<u>62,479,191</u>	<u>71,615,746</u>

Compensation of directors and other key management personnel

The remuneration of directors and other members of key management during the period was as follows:

	<i>30 June 2016 (Unaudited) QR</i>	<i>30 June 2015 (Unaudited) QR</i>
Board of Directors' remuneration	<u>2,135,754</u>	<u>4,271,508</u>
Total key management staff benefits	<u>1,914,500</u>	<u>2,192,900</u>
	<u>4,050,254</u>	<u>6,464,408</u>

14 SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of unaudited interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these unaudited interim condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation of uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2015.

15 COMPARATIVE INFORMATION

Certain comparative figures have been reclassified to conform to the presentation in the current period's financial statements. However, such reclassifications did not have any effect on the net profit, total assets and equity of the comparative year/period.