

**MEDICARE GROUP Q.S.C.**

**DOHA – QATAR**

**FINANCIAL STATEMENTS**

**FOR THE PERIOD ENDED**

**SEPTEMBER 2016**



المجموعة  
للرعاية الطبية  
Medicare  
g r o u p  
Q.S.C.




**MEDICARE GROUP Q.S.C.****STATEMENT OF INCOME**

For the period ended 30 September 2016

	<b>30-Sep-2016</b>	<b>30-Sep-2015</b>
	<b>(Un-Audited)</b>	<b>(Un-Audited)</b>
	<b>QR.</b>	<b>QR.</b>
	<hr/>	<hr/>
<b>Continued operations</b>		
Operating income	338,594,889	436,353,596
Operating costs	7 (207,608,889)	(218,896,978)
<b>Gross Profit</b>	<hr/> <b>130,986,000</b>	<hr/> <b>217,456,618</b>
Income from deposits with Islamic banks	396,356	354,182
Other income	8 10,822,775	13,686,509
General and administrative expenses	9 (84,660,904)	(83,375,424)
Depreciation expenses	(19,924,233)	(18,361,469)
Finance cost	(2,122,051)	(951,351)
<b>Profit/(loss) for the period from continued operations</b>	<hr/> <b>35,497,943</b>	<hr/> <b>128,809,065</b>
<b>Attributable to:</b>		
Parent shareholders	<hr/> 35,497,943	<hr/> 128,809,065
<b>Net Profit for the Year</b>	<hr/> <b>35,497,943</b>	<hr/> <b>128,809,065</b>
Basic and diluted Earnings per share attributable to owners of the parent	<hr/> <b>1.26</b>	<hr/> <b>4.58</b>

**MEDICARE GROUP Q.S.C.**  
**STATEMENT OF FINANCIAL POSITION**  
**As on 30 September 2016**

	30-Sep-2016 (Unaudited)	31-Dec-2015 (Audited)
	QR.	QR.
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and Bank balances	1 63,149,887	112,160,282
Accounts receivable and prepayments	2 158,878,671	232,562,286
Inventories	3 27,748,038	34,824,942
<b>Total Current Assets</b>	<b>249,776,596</b>	<b>379,547,510</b>
<b>Non-current assets</b>		
Financial Investments at fair value through Other Comprehensive Income	4 31,107,410	32,285,111
Available for sale Financial Assets	18,206,096	18,937,827
Property and equipment	5 871,743,103	861,238,822
<b>Total non-Current assets</b>	<b>921,056,609</b>	<b>912,461,760</b>
<b>Total Assets</b>	<b>1,170,833,205</b>	<b>1,292,009,270</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and Accruals	6 77,142,307	82,256,245
Retention payable	960,935	417,149
Interest Bearing Loans	15,224,772	18,427,338
<b>Total current liabilities</b>	<b>93,328,014</b>	<b>101,100,732</b>
<b>Non-current liabilities</b>		
Interest Bearing Loans	42,631,087	53,188,408
Employees' end of service benefits	46,669,590	41,866,149
<b>Total non-current liabilities</b>	<b>89,300,677</b>	<b>95,054,557</b>
<b>Total liabilities</b>	<b>182,628,691</b>	<b>196,155,289</b>
<b>Shareholders' equity</b>		
Share capital	281,441,000	281,441,000
Legal reserve	60,850,867	60,850,866
Fair value reserve	(3,811,700)	(1,384,791)
Revaluation surplus	548,540,300	548,540,300
Retained earnings / Accumulated losses	101,184,047	206,406,606
<b>Total Shareholders' equity</b>	<b>988,204,514</b>	<b>1,095,853,981</b>
<b>Total Liabilities and Shareholders' equity</b>	<b>1,170,833,205</b>	<b>1,292,009,270</b>

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 Abdulla Bin Thani Bin Abdulla Al-Thani  
 Chairman

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 Khalid Mohammed Al-Emadi  
 Chief Executive Officer

**MEDICARE GROUP Q.S.C.**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the period ended 30 September 2016**

	<b>30-Sep-2016</b> <b>(Unaudited)</b> <b>QR.</b>	<b>31-Dec-2015</b> <b>(Audited)</b> <b>QR.</b>
	<u>QR.</u>	<u>QR.</u>
<b>1. CASH AND BANK BALANCES</b>		
Cash on hand	414,565	260,869
Savings/Current accounts	62,672,312	28,836,403
Fixed Deposit	63,010	83,063,010
<b>Total</b>	<b><u>63,149,887</u></b>	<b><u>112,160,282</u></b>
<b>2. ACCOUNTS RECEIVABLES AND PREPAYMENTS</b>		
Accounts receivable	184,187,728	277,154,466
Less: Provision for doubtful debts	(53,584,544)	(61,814,560)
Other Receivables	548,363	352,900
Refundable deposits	5,257,414	1,677,414
Due from staff	846,017	747,344
Prepaid expenses	4,152,283	1,042,105
Advance to Suppliers	16,667,773	13,074,678
Others	803,637	327,939
<b>Total</b>	<b><u>158,878,671</u></b>	<b><u>232,562,286</u></b>
<b>3. INVENTORIES</b>		
Total of Inventory	33,935,528	39,942,238
Less: Provision for obsolete and slow moving items	(4,945,093)	(4,945,093)
Less: Provision for Expired Items	(1,242,397)	(172,203)
<b>Net</b>	<b><u>27,748,038</u></b>	<b><u>34,824,942</u></b>
<b>4. INVESTMENTS</b>		
Investments in quoted shares (at fair value)	31,107,410	32,285,111
Available for sale Financial Assets	18,206,096	18,937,827
<b>Total</b>	<b><u>49,313,506</u></b>	<b><u>51,222,938</u></b>
<b>5. PROPERTY, PLANT AND EQUIPMENT</b>		
Opening net book value	861,238,822	584,894,700
Additions	13,972,849	297,604,356
Capital work-in Progress	16,455,665	3,972,275
Depreciation	(19,924,233)	(25,232,509)
Closing net book value	<b><u>871,743,103</u></b>	<b><u>861,238,822</u></b>
<b>6. ACCOUNTS PAYABLES AND ACCRUALS</b>		
Accounts Payables	16,866,201	17,255,533
Payable to shareholders	18,637,857	14,207,321
Advance from Customers/STAFF	858,190	707,524
Accrued staff costs	13,396,180	10,301,798
Accrued expenses	27,348,827	39,196,412
Income Received in Advance	35,052	587,657
<b>Total</b>	<b><u>77,142,307</u></b>	<b><u>82,256,245</u></b>

	<b>30-Sep-2016</b> <b>(Unaudited)</b>	<b>30-Sep-2015</b> <b>(Unaudited)</b>
	<b>QR.</b>	<b>QR.</b>
<b>7. OPERATING COST</b>		
Staff costs	137,093,452	126,351,828
Medications and surgical costs	49,763,409	70,032,143
Provision for slow moving inventory	-	(663,535)
Provision for Expired Items Stock Provision	1,070,194	2,937,781
Utilities	2,555,886	1,932,129
Community doctors expenses	13,588,564	10,691,878
Import Expenses Control A/c	657,064	540,962
Rent - Clinic Building	-	3,607,313
Other Direct Costs (Food Cost & Security)	2,136,536	2,854,411
Fuel expenses	743,784	612,068
<b>Total</b>	<b>207,608,889</b>	<b>218,896,978</b>
<b>8. OTHER INCOME</b>		
Rental income	1,333,000	957,000
Dividend income	2,597,032	2,755,044
Lease Income	3,381,918	3,542,080
Catering Income	686,472	912,032
Income from the Trading of Shares	-	430,300
Others	2,824,353	5,090,053
<b>Total</b>	<b>10,822,775</b>	<b>13,686,509</b>
<b>9. GENERAL AND ADMINISTRATIVE EXPENSES</b>		
Salaries, allowances and other benefits	39,319,170	44,586,751
Advertisement/Marketing	2,372,758	622,538
Legal and professional fee	1,135,795	657,435
Government charges	379,586	849,927
Travel and entertainment	62,652	216,709
Commissions	44,000	600,000
Cleaning	2,021,767	2,031,629
Repairs & Maintenance	5,015,529	5,162,882
Printing and stationary	1,417,946	59,977
Insurance	1,237,257	1,141,965
Impairment loss on Financial investment	1,067,591	766,689
Recruitment costs	206,403	334,327
Bank charges	690,603	612,863
Telephone & postage	1,665,483	833,205
Miscellaneous	609,970	170,925
Penalty	-	15,908
Charity Expenses	-	757,516
Outsourced (Staff Cost)	3,191,105	3,331,395
Board of Directors Remuneration	3,203,631	6,407,262
IT Development	1,240,142	1,595,592
Medical Waste	331,924	448,880
Provision for doubtful debts	19,447,592	12,171,049
<b>Total</b>	<b>84,660,904</b>	<b>83,375,424</b>

**MEDICARE GROUP Q.S.C.**  
**STATEMENT OF CASH FLOW**  
**FOR THE PERIOD ENDED 30 September 2016**

	<b>30-Sep-16</b>	<b>31-Dec-15</b>
	<b>(Un-Audited)</b>	<b>(Audited)</b>
	<b>QR.</b>	<b>QR.</b>
<b><u>Cash Flows from Operating Activities:</u></b>		
Net profit for the year	35,497,943	180,375,374
Adjustments for:		
Depreciation of property and equipment	19,924,233	25,232,509
Provision for employees' end of service benefits, Net	4,803,443	7,163,520
Provision for doubtful debts	19,447,592	10,693,738
	<b>79,673,211</b>	<b>223,465,141</b>
Accounts receivable	65,093,667	(54,691,757)
Inventories	7,076,902	(3,506,386)
Prepayments and other debit balances	(10,857,646)	(12,831,459)
Accounts payable	(389,332)	(7,911,554)
Retention payable	543,787	417,148
Accruals and other credit balances	(9,352,966)	12,705,861
<b>Cash from / (used in) operations</b>	<b>131,787,623</b>	<b>157,646,994</b>
Employees' end of service benefits paid		
	<b>131,787,623</b>	<b>157,646,994</b>
<b>Net Cash from / (used in) Operating Activities</b>	<b>131,787,623</b>	<b>157,646,994</b>
<b><u>Cash Flows from Investing Activities:</u></b>		
Capital work-in-progress	(16,455,665)	-
Financial Investments at fair value through Other Comprehensive Income	(1,023,229)	9,825,082
Available for sale Financial Assets	731,732	(18,937,828)
Acquisition of property and equipment	(13,972,849)	(158,816,383)
<b>Net Cash used in Investing Activities</b>	<b>(30,720,011)</b>	<b>(167,929,129)</b>
<b><u>Cash Flows from Financing Activities:</u></b>		
Dividend Paid	(136,318,120)	(135,932,606)
Borrowings	(13,759,887)	71,615,747
<b>Net Cash from / (used in) Financing Activities</b>	<b>(150,078,007)</b>	<b>(64,316,859)</b>
Net Increase / (Decrease) in cash and cash equivalents	(49,010,395)	(74,598,994)
Cash and cash equivalents – beginning of year	<b>112,160,282</b>	<b>186,759,276</b>
<b>Cash and cash equivalents - for the period ended 30 September 2016</b>	<b>63,149,887</b>	<b>112,160,282</b>