

**Medicare Group Q.P.S.C.**

**INTERIM CONDENSED FINANCIAL  
STATEMENTS**

**FOR THE THREE-MONTH PERIOD ENDED  
31 MARCH 2022**

Medicare Group Q.P.S.C.

INTERIM STATEMENT OF FINANCIAL POSITION

At 31 March 2022

	<i>Notes</i>	<b>31 March 2022 (Unaudited) QR</b>	<b>31 December 2021 (Audited) QR</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	4	1,017,029,155	1,013,292,628
Investment Properties		25,881,077	25,881,077
Right-of-use of assets		57,344,045	58,199,927
Investments at fair value through other comprehensive income		81,596,058	66,309,911
		<u>1,181,850,335</u>	<u>1,163,683,543</u>
<b>Current assets</b>			
Inventories		31,544,490	30,167,226
Accounts receivable and prepayments	5	110,255,575	91,413,565
Cash and bank balances	6	23,485,229	52,247,073
		<u>165,285,294</u>	<u>173,827,864</u>
<b>Total assets</b>		<u>1,347,135,629</u>	<u>1,337,511,407</u>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
Share capital		281,441,000	281,441,000
Legal reserve		108,094,188	108,094,188
Fair value reserve		30,231,114	14,944,967
Revaluation reserve		551,637,760	552,508,436
Retained earnings		20,668,998	72,964,472
<b>Total equity</b>		<u>992,073,060</u>	<u>1,029,953,063</u>
<b>Non-current liabilities</b>			
Bank facilities		71,941,616	39,718,752
Lease liabilities		59,026,535	59,639,215
Employees' end of service benefits		77,148,986	75,518,914
		<u>208,117,137</u>	<u>174,876,881</u>
<b>Current liabilities</b>			
Accounts payable and accruals		118,471,642	109,847,471
Bank facilities		25,935,549	20,325,571
Lease liabilities		2,405,526	2,375,706
Retention payable		132,715	132,715
		<u>146,945,432</u>	<u>132,681,463</u>
<b>Total liabilities</b>		<u>355,062,569</u>	<u>307,558,344</u>
<b>Total equity and liabilities</b>		<u>1,347,135,629</u>	<u>1,337,511,407</u>

These interim condensed financial statements were approved and signed on behalf of the Board of Directors by the following on 18 April 2022:

  
Abdul Basit Ahmed Al Shaibei  
Vice Chairman & Managing Director

  
Khalid Mohammed Al- Emadi  
Chief Executive Officer

The attached notes 1 to 8 form part of these interim condensed financial statements.

Medicare Group Q.P.S.C.

INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER  
COMPREHENSIVE INCOME

For the three-month period ended 31 March 2022

		<b>31 March 2022</b>	<b>31 March 2021</b>
		<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>Notes</b>	<b>QR</b>	<b>QR</b>
Operating income		117,414,167	124,431,412
Operating costs	7	<u>(74,308,298)</u>	<u>(76,739,906)</u>
<b>Gross profit</b>		<u>43,105,869</u>	<u>47,691,506</u>
Other income		3,320,584	2,857,202
Income from deposits with an Islamic bank		221,150	142,973
General and administrative expenses	8	(23,821,364)	(23,273,396)
Depreciation of property and equipment		(4,007,712)	(3,795,697)
Amortisation of right-of-use assets		(855,881)	(996,174)
Finance costs		<u>(768,546)</u>	<u>(812,437)</u>
<b>Net profit for the Period</b>		<u>17,194,100</u>	<u>21,813,977</u>
Other comprehensive income not to be reclassified to profit or loss in subsequent periods :			
Net gain (loss) from investments at fair value through other comprehensive income		<u>15,286,147</u>	<u>(377,951)</u>
<b>Other comprehensive income (loss) for the Period</b>		<u>15,286,147</u>	<u>(377,951)</u>
<b>Total comprehensive income for the Period</b>		<u>32,480,247</u>	<u>21,436,026</u>
<b>Basic and diluted earnings per share</b>			
<b>(expressed in Qatari Riyals per share)</b>		<u>0.06</u>	<u>0.08</u>

The attached notes 1 to 8 form part of these interim condensed financial statements.

Medicare Group Q.P.S.C.

INTERIM STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2022

	Share capital	Legal Reserve	Fair value reserve	Revaluation reserve	Retained earnings	Total equity
	QR	QR	QR	QR	QR	QR
Balance as at 1 January 2021 (Audited)	281,441,000	100,188,074	11,639,360	555,991,147	78,972,970	1,028,232,551
Net profit for the period	-	-	-	-	21,813,977	21,813,977
Other comprehensive income	-	-	(377,951)	-	-	(377,951)
Total comprehensive income	-	-	(377,951)	-	21,813,977	21,436,026
Dividends	-	-	-	-	(78,803,480)	(78,803,480)
Transfer of depreciation of revalued assets	-	-	-	(870,678)	870,678	-
Balance at 31 March 2021 (Unaudited)	281,441,000	100,188,074	11,261,409	555,120,469	22,854,145	970,865,097
Balance as at 1 January 2022(Audited)	281,441,000	108,094,188	14,944,967	552,508,436	72,964,472	1,029,953,063
Net profit for the period	-	-	-	-	17,194,100	17,194,100
Other comprehensive income	-	-	15,286,147	-	-	15,286,147
Total comprehensive income	-	-	15,286,147	-	17,194,100	32,480,247
Dividends	-	-	-	-	(70,360,250)	(70,360,250)
Transfer of depreciation of revalued assets	-	-	-	(870,676)	870,676	-
<b>Balance at 31 March 2022 (Unaudited)</b>	<b>281,441,000</b>	<b>108,094,188</b>	<b>30,231,114</b>	<b>551,637,760</b>	<b>20,668,998</b>	<b>992,073,060</b>

The attached notes 1 to 8 form part of these interim condensed financial statements.

## Medicare Group Q.P.S.C.

### INTERIM STATEMENT OF CASH FLOWS

For the three-month period ended March 2022

		<b>31 March 2022 (Unaudited) QR</b>	<b>31 March 2021 (Unaudited) QR</b>
	Notes		
<b>OPERATING ACTIVITIES</b>			
Net profit for the period		<b>17,194,100</b>	21,813,977
Adjustments for:			
Depreciation of property and equipment	4	<b>6,339,282</b>	6,009,716
Amortisation of right-of-use assets		<b>855,881</b>	996,174
Provision for employees' end of service benefits		<b>2,676,896</b>	2,220,449
Income from deposits with an Islamic banks		<b>(221,150)</b>	(142,973)
Dividend Income		<b>(2,298,683)</b>	(1,886,819)
Finance cost		<b>768,546</b>	812,437
Operating profit before working capital changes		<b>25,314,872</b>	29,822,961
<i>Working capital changes:</i>			
Inventories		<b>(1,377,264)</b>	(3,749,654)
Accounts receivable and prepayments		<b>(18,842,010)</b>	(4,094,166)
Accounts payable and accruals		<b>(2,547,628)</b>	5,183,936
Cash generated from operations		<b>2,547,970</b>	27,163,077
Employees' end of service benefits paid		<b>(1,046,826)</b>	(1,981,589)
Finance cost paid		<b>(1,406)</b>	(16,726)
Net cash flows from operating activities		<b>1,499,738</b>	25,164,762
<b>INVESTING ACTIVITIES</b>			
Additions to property and equipment	4	<b>(10,075,809)</b>	(15,295,631)
Income received from deposits with an Islamic bank		<b>221,150</b>	142,973
Dividend income received		<b>2,298,683</b>	1,886,820
Net cash flow used in investing activities		<b>(7,555,976)</b>	(13,265,838)
<b>FINANCING ACTIVITIES</b>			
Additional bank facilities obtained during the period		<b>45,000,000</b>	23,000,000
Repayment of bank facilities		<b>(7,167,155)</b>	(5,089,708)
Cash dividends paid		<b>(59,188,451)</b>	(61,955,520)
Payment of lease liabilities		<b>(1,350,000)</b>	(1,448,000)
Net cash flow used in financing activities		<b>(22,705,606)</b>	(45,493,228)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(28,761,844)</b>	(33,594,304)
Cash and cash equivalents at the beginning of the period		<b>52,247,073</b>	64,154,634
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	6	<b>23,485,229</b>	30,560,330

The attached notes 1 to 8 form part of these interim condensed financial statements.

# Medicare Group Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2022

### 1 CORPORATE INFORMATION & PRINCIPAL

Medicare Group Q.P.S.C. (formerly known as “Al Ahli Specialized Hospital Company Q.S.C.”) is a Qatari Public Shareholding Company incorporated on 30 December 1996 under the Commercial Registration number 18895. The Company’s main activity is the operation of a specialized hospital and promoting medical services in the State of Qatar. The Company’s registered office address is at Ahmed Bin Ali Street, Wadi Al Sail, Doha, State of Qatar, P.O. Box 6401. The Company is listed on the Qatar Stock Exchange.

The Company provides medical services through Al Ahli Hospital located in Wadi Al Sail. The Company also operates a medical clinic center in Al Wakrah which has commenced its operations during February 2019.

The interim condensed financial statements of the Company for the three months ended 31 March 2022 were authorized for issue in accordance with a resolution of the Board of Directors on 18 April 2022.

### 2 BASIS OF PREPARATION

The interim condensed financial statements of the Company are prepared in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting. 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 annual financial statements of the Company for the year ended 31 December 2021. In addition, results for the three month period ended 31 March 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022.

### 3 USES OF JUDGEMENTS AND ESTIMATES

In preparing these interim condensed financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those described in the annual financial statements as at and for the year ended 31 December 2021.

### 4 PROPERTY AND EQUIPMENT

	<i>31 March 2022 (Unaudited) QR</i>	<i>31 December 2021 (Audited) QR.</i>
Net book Value at 1 January	1,013,292,628	978,037,744
Additions	10,075,809	59,849,979
Disposals	-	(299,918)
Depreciation charge for the period/year	(6,339,282)	(24,595,095)
Accumulated depreciation related to disposals	-	299,918
Net book value at the end of the period/year	<u>1,017,029,155</u>	<u>1,013,292,628</u>

Medicare Group Q.P.S.C.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2022

5 ACCOUNTS RECEIVABLE AND PREPAYMENTS

	<i>31 March 2022 (Unaudited) QR</i>	<i>31 December 2021 (Audited) QR.</i>
Trade receivables	142,414,249	137,795,942
Advance to suppliers	22,969,351	11,671,743
Due from investment securities broker	7,056,121	7,056,121
Staff receivables	5,794,399	5,748,681
Prepaid expenses	6,000,113	3,267,908
Refundable deposits	887,286	882,286
Other receivables	1,571,225	1,428,917
	<u>186,692,744</u>	<u>167,851,598</u>
Less: Provision for expected credit losses on trade receivables	<u>(76,437,169)</u>	<u>(76,438,033)</u>
	<u>110,255,575</u>	<u>91,413,565</u>

6 CASH AND BANK BALANCES

	<i>31 March 2022 (Unaudited) QR</i>	<i>31 December 2021 (Audited) QR.</i>
Cash on hand	204,626	184,244
Cash at bank	23,280,603	22,062,829
Short term deposits	-	30,000,000
Total cash & bank balances	<u>23,485,229</u>	<u>52,247,073</u>

7 OPERATING COSTS

	<i>31 March 2022 (Unaudited) QR</i>	<i>31 March 2021 (Unaudited) QR</i>
Staff costs	40,550,941	42,618,520
Medications and surgical costs	21,051,171	23,139,258
Doctors charges	8,602,400	7,054,961
Depreciation of medical equipments	2,331,570	2,214,019
Utilities	647,121	604,577
Food Cost	805,777	1,042,524
Fuel expenses	319,318	66,047
	<u>74,308,298</u>	<u>76,739,906</u>

## Medicare Group Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2022

#### 8 GENERAL AND ADMINISTRATIVE EXPENSES

	<i>31 March 2022 (Unaudited) QR</i>	<i>31 March 2021 (Unaudited) QR</i>
Staff costs.	13,570,183	14,388,791
Maintenance & repairs	2,445,709	1,940,897
Outsourced staff costs	1,687,568	1,439,015
Insurance	844,965	851,923
Security and cleaning	921,862	841,115
IT Development	791,191	739,559
Telephone and fax	668,877	460,944
Bank charges	280,745	334,882
Advertisement and promotion	671,010	518,509
Legal and professional fees	508,609	158,000
Printing and stationary	148,371	189,478
Government expenses	221,990	146,559
Medical waste	56,640	94,742
Charity	2,716	100,437
Others	1,000,928	1,068,545
	<u>23,821,364</u>	<u>23,273,396</u>