

Industries Qatar Q.S.C.

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

For the period ended 31 March 2017

Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the period ended 31 March 2017

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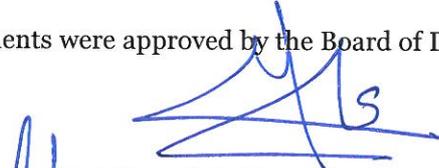
Interim condensed consolidated financial statements for the period ended 31 March 2017
(All amounts are expressed in thousands of Qatari Riyals unless otherwise stated)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 March 2017 Unaudited	31 December 2016 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	3,638,707	3,670,978
Investment in associates	1,430,940	1,451,409
Investment in joint ventures	18,741,316	18,342,580
Available-for-sale investments	642,159	674,295
Other non-current assets	54,623	-
Total non-current assets	24,507,745	24,139,262
Current assets		
Inventories	1,213,628	1,243,570
Trade and other receivables	1,305,958	1,727,900
Financial asset carried at fair value	3,585	3,585
Fixed deposits	5,388,726	6,973,371
Cash and cash equivalents	934,322	1,098,144
Total current assets	8,846,219	11,046,570
Total assets	33,353,964	35,185,832
EQUITY AND LIABILITIES		
EQUITY		
Share capital	6,050,000	6,050,000
Legal reserve	74,999	74,999
Fair value reserve	341,209	373,346
Hedging reserve	(50,993)	(54,142)
Retained earnings	25,577,705	27,069,762
Total equity	31,992,920	33,513,965
LIABILITIES		
Non-current liabilities		
Borrowings	90,719	225,758
Employee benefit obligations	189,739	214,983
Total non-current liabilities	280,458	440,741
Current liabilities		
Borrowings	450,966	450,571
Trade and other payables	629,620	780,555
Total current liabilities	1,080,586	1,231,126
Total liabilities	1,361,044	1,671,867
Total equity and liabilities	33,353,964	35,185,832

These interim condensed consolidated financial statements were approved by the Board of Directors and signed on their behalf on 25 April 2017 by:


Saad Sherida Al Kaabi
Chairman and Managing Director


Mohammed Nasser Al-Hajri
Vice Chairman

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	31 March	
	2017 Unaudited	2016 Unaudited
Revenues	1,107,284	1,147,083
Cost of sales	(852,373)	(928,224)
Gross profit	254,911	218,859
General and administrative expenses	(87,772)	(31,507)
Selling expenses	(8,335)	(8,383)
Other income	109,677	82,888
Finance cost	(2,613)	(3,409)
Share of results of joint ventures	642,545	460,849
Share of results of associates	19,531	(22,268)
Profit for the period	927,944	697,029
Earnings per share		
Basic and diluted earnings per share (QR per share)	1.53	1.15

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	31 March	
	2017 Unaudited	2016 Unaudited
Profit for the period	927,944	697,029
Other comprehensive income		
Items that may be reclassified subsequently to profit or loss		
<i>Available for sale financial assets</i>		
Net movement in cash flow hedges	3,149	(4,278)
Net movement in cumulative changes in fair value	(32,137)	(23,905)
Other comprehensive income/ (loss) for the period	(28,988)	(28,183)
Total comprehensive income for the period	898,956	668,845

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital	Legal reserve	Fair value reserve	Hedging reserve	Retained earnings	Total
Restated balance at 1 January 2016	6,050,000	74,999	370,807	(131,794)	27,211,529	33,575,541
Profit for the period	-	-	-	-	697,029	697,029
Other comprehensive income for the period	-	-	(23,905)	(4,278)	-	(28,183)
Dividends declared	-	-	-	-	(3,025,000)	(3,025,000)
Restated balance at 31 March 2016 (Unaudited)	6,050,000	74,999	346,902	(136,072)	24,883,558	31,219,387
Balance at 1 January 2017	6,050,000	74,999	373,346	(54,142)	27,069,762	33,513,965
Profit for the period	-	-	-	-	927,944	927,944
Other comprehensive income for the period	-	-	(32,137)	3,149	-	(28,988)
Dividends declared	-	-	-	-	(2,420,000)	(2,420,000)
Balance at 31 March 2017 (Unaudited)	6,050,000	74,999	341,209	(50,993)	25,577,705	31,992,920

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CONSOLIDATED STATEMENT OF CASH FLOWS

	31 March 2017	
	2017 Unaudited	2016 Unaudited
Cash flows from operating activities		
Profit for the year	927,944	697,029
Adjustments for:		
Depreciation and amortisation	55,490	54,346
Employees' end of service benefits	15,070	12,228
Share of results from joint ventures	(642,545)	(460,849)
Share of results from associates	(19,531)	22,268
Dividend received on available-for-sale investments	(21,157)	(25,010)
Finance costs	2,613	3,409
Interest income	(59,095)	(37,493)
Provision for impairment - of PPE	-	97
Loss/(Profit) on disposal of property, plant and equipment	661	-
	259,450	266,024
Changes in working capital		
Inventories	29,942	294,800
Trade and other receivables	77,617	574,974
Trade and other payables	(150,938)	(201,997)
Cash generated from operations	216,071	933,801
Payments towards employees end of service benefits	(40,314)	(11,375)
Finance charges paid	(2,613)	(3,409)
Net cash flows generated from operating activities	173,144	919,017
Cash flows from investing activities		
Additions to property, plant and equipment and catalysts	(23,880)	(34,295)
Dividend received from joint ventures	532,880	409,544
Dividend received on available-for-sale investments	21,157	25,010
Movement in fixed deposits	1,584,645	4,365,814
Interest income received	117,499	37,493
Dividends received from associates	40,000	-
Advances to associates	(54,623)	-
Net cash flows generated from investing activities	2,217,678	4,803,566
Cash flows from financing activities		
Repayment of borrowings	(134,644)	(134,644)
Dividends paid	(2,478,480)	(2,961,393)
Net cash flows used in financing activities	(2,613,124)	(3,096,037)
Net increase/ (decrease) in cash and cash equivalents	(222,302)	2,626,546
Cash and cash equivalents at the beginning of the period	964,323	956,264
*Cash and cash equivalents at the end of the period	742,021	3,582,810

*Cash and cash equivalents excludes deposits maturing after 90 days and the unclaimed dividend amounts.