

# **Industries Qatar Q.S.C.**

**Interim condensed consolidated financial  
statements for the Nine-month period  
ended 30 September 2016**

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30 September 2016

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# Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the Nine-month period ended 30 September 2016

(All amounts expressed in thousands of Qatari Riyals unless otherwise stated)

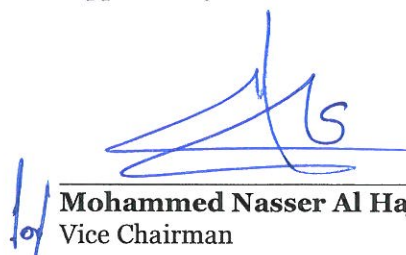
## INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 September 2016 (Unaudited)	31 December 2015 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,712,484	3,795,882
Investment properties	3,553	3,553
Investment in associates	1,403,829	1,396,261
Investment in joint ventures	19,804,302	19,606,193
Available-for-sale investments	654,892	682,694
Catalysts	59,301	32,274
<b>Total non-current assets</b>	<b>25,638,361</b>	<b>25,516,857</b>
<b>Current assets</b>		
Inventories	1,299,433	1,435,720
Accounts receivable and prepayments	885,753	1,007,706
Due from related parties	227,672	773,493
Financial asset at fair value through profit or loss	3,585	3,585
Bank balances and cash	6,887,058	7,021,093
<b>Total current assets</b>	<b>9,303,501</b>	<b>10,241,597</b>
<b>Total assets</b>	<b>34,941,862</b>	<b>35,758,454</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	6,050,000	6,050,000
Legal reserve	74,999	74,999
Cumulative changes in fair value	351,212	370,807
Hedging reserve	(90,112)	(131,794)
Retained earnings	26,960,649	27,260,592
<b>Net equity</b>	<b>33,346,748</b>	<b>33,624,604</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Borrowings	316,399	676,328
Employees' end of service benefits	154,461	157,227
<b>Total non-current liabilities</b>	<b>470,860</b>	<b>833,555</b>
<b>Current liabilities</b>		
Accounts payable and accruals	638,904	798,732
Due to related parties	34,779	50,992
Borrowings	450,571	450,571
<b>Total current liabilities</b>	<b>1,124,254</b>	<b>1,300,295</b>
<b>Total liabilities</b>	<b>1,595,114</b>	<b>2,133,850</b>
<b>Total equity and liabilities</b>	<b>34,941,862</b>	<b>35,758,454</b>

These interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on 23 October 2016 by:



Saad Sherida Al Kaabi  
Chairman and Managing Director



Mohammed Nasser Al Hajri  
Vice Chairman

# Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the Nine-month period ended 30 September 2016

*(All amounts expressed in thousands of Qatari Riyals unless otherwise stated)*

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Nine-month period ended 30 September	
	2016 (Unaudited)	2015 (Unaudited)
Revenue	3,437,497	4,107,187
Cost of sales	(2,423,876)	(3,199,909)
<b>Gross profit</b>	<b>1,013,621</b>	<b>907,278</b>
Other income	231,756	160,439
General and administrative expenses	(168,569)	(123,969)
Selling expenses	(25,576)	(45,468)
Finance costs	(10,007)	(18,232)
Share of results of associates	5,247	(15,493)
Share of result of joint ventures	1,686,789	2,965,964
Other expenses	(8,207)	-
<b>Profit for the period</b>	<b>2,725,056</b>	<b>3,830,519</b>
<b>Earnings per share</b>		
Basic and diluted earnings per share (QR per share)	4.50	6.33

# Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the Nine-month period ended 30 September 2016

*(All amounts expressed in thousands of Qatari Riyals unless otherwise stated)*

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Nine-month period ended 30 September	
	2016 (Unaudited)	2015 (Unaudited)
Profit for the period	2,725,056	3,830,519
<b>Other comprehensive income</b>		
<b>Items that may be reclassified subsequently to profit or loss</b>		
Net movement in fair value of cash flow hedges	34,361	25,875
Net movement in fair value of available-for-sale investments	(19,595)	(37,247)
Share of other comprehensive income of associates	7,321	-
<b>Other comprehensive income for the period</b>	<b>22,086</b>	<b>(11,371)</b>
<b>Total comprehensive income for the period</b>	<b>2,747,145</b>	<b>3,819,148</b>



## Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the Nine-month period ended 30 September 2016

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### INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Legal reserve	Cumulative changes in fair value	Hedging reserve	Retained earnings	Total equity
<b>Balance at 1 January 2015 (Audited)</b>	6,050,000	74,999	500,668	(203,074)	27,162,033	33,584,626
Profit for the period	-	-	-	-	3,830,519	3,830,519
Other comprehensive income for the period	-	-	(37,246)	25,875	-	(11,371)
Dividends paid	-	-	-	-	(4,235,000)	(4,235,000)
<b>Balance at 30 September 2015 (Unaudited)</b>	6,050,000	74,999	463,422	(177,199)	26,757,552	33,168,776
<b>Balance at 1 January 2016 (Audited)</b>	6,050,000	74,999	370,807	(131,794)	27,260,592	33,624,604
Profit for the period	-	-	-	-	2,725,056	2,725,056
Other comprehensive income for the period	-	-	(19,595)	41,682	-	22,086
Dividends paid	-	-	-	-	(3,025,000)	(3,025,000)
<b>Balance at 30 September 2016 (Unaudited)</b>	6,050,000	74,999	351,212	(90,112)	26,960,648	33,346,746

# Industries Qatar Q.S.C.

Interim condensed consolidated financial statements for the Nine-month period ended 30 September 2016

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## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Nine-month period ended 30 September	
	2016 (Unaudited)	2015 (Unaudited)
<b>Cash flows from operating activities</b>		
Profit for the period	2,725,056	3,830,519
<b>Adjustments for:</b>		
Depreciation and amortisation	167,520	158,317
Provision for employees' end of service benefits - net	(2,766)	9,864
Impairment of available-for-sale investment	8,207	-
Share of results of associates	(5,247)	15,493
Share of results of joint ventures	(1,686,789)	(2,965,964)
Loss on disposal of property, plant and equipment	2,471	7,216
Finance costs	10,007	18,232
Interest income	(136,911)	(66,785)
Dividends received from available-for-sale investments	(25,521)	(29,255)
<b>Operating cash flows before changes in working capital</b>	<b>1,056,027</b>	<b>977,637</b>
<b>Changes in working capital:</b>		
Inventories	136,287	606,321
Accounts receivable and prepayments	121,953	34,114
Due from related parties	545,821	(146,556)
Accounts payable, accruals and due to related parties	(65,023)	(194,517)
<b>Cash generated from operating activities</b>	<b>1,795,065</b>	<b>1,277,000</b>
Contribution to social and sports fund	(111,413)	(151,949)
<b>Net cash generated from operating activities</b>	<b>1,683,652</b>	<b>1,125,051</b>
<b>Cash flows from investing activities</b>		
Proceeds from disposals of property, plant and equipment	100	215
Additions to property, plant and equipment	(113,720)	(95,307)
Disposal of investments in joint venture	-	125,000
Movement in fixed deposits	665,233	986
Dividends received from available-for-sale investments	25,521	29,255
Dividends received from joint ventures	1,523,041	2,828,038
Dividends received from associates	5,000	4,000
Interest income received	136,911	66,785
<b>Net cash generated from investing activities</b>	<b>2,242,086</b>	<b>2,958,972</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	1,351,711
Finance costs paid	(10,007)	(18,232)
Repayment of borrowings	(359,929)	(1,851,260)
Dividends paid to the shareholders	(3,025,000)	(4,235,000)
<b>Net cash used in financing activities</b>	<b>(3,394,936)</b>	<b>(4,752,781)</b>
<b>Net increase in cash and cash equivalents</b>	<b>530,802</b>	<b>(668,758)</b>
Cash and cash equivalents as of beginning of the period	956,264	1,481,127
<b>Cash and cash equivalents as of end of the period</b>	<b>1,487,066</b>	<b>812,370</b>

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