

**Ezdan Holding Group Q.S.C.**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS**

**30 SEPTEMBER 2017**

Ezdan Holding Group Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2017

		<i>30 September 2017 (Unaudited) QR'000</i>	<i>31 December 2016 (Audited) QR'000</i>
	<i>Notes</i>		
<b>ASSETS</b>			
Cash and bank balances	7	1,222,291	426,177
Receivables and prepayments	8	1,028,544	353,581
Inventories		26,054	19,208
Available-for-sale financial assets	9	3,657,081	6,553,307
Investment properties	10	39,463,389	38,919,798
Investments in associates and joint ventures	11	2,940,981	3,279,040
Property and equipment		61,350	41,756
Intangible asset and goodwill		235,925	235,925
<b>TOTAL ASSETS</b>		<b>48,635,615</b>	<b>49,828,792</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
Payables and other liabilities	12	1,823,367	3,328,171
Sukuk and Islamic financing borrowings	14	16,613,260	15,926,929
<b>Total Liabilities</b>		<b>18,436,627</b>	<b>19,255,100</b>
<b>EQUITY</b>			
Share capital		26,524,967	26,524,967
Legal reserve		1,403,358	1,403,358
Fair value reserve		(119,896)	329,580
Foreign currency translation reserve		461	1,954
Retained earnings		1,966,663	1,882,299
<b>Equity attributable to equity holders of the parent</b>		<b>29,775,553</b>	<b>30,142,158</b>
Non-controlling interests		423,435	431,534
<b>Total Equity</b>		<b>30,198,988</b>	<b>30,573,692</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>48,635,615</b>	<b>49,828,792</b>

These interim condensed consolidated financial statements were approved by the Board of Directors on 30 October 2017 and were signed on its behalf by:



Dr. Khalid Bin Thani Al-Thani  
Chairman



Ali Al-Obaidli  
Group Chief Executive Officer



Ezdan Holding Group Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the nine months period ended 30 September 2017

	Notes	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September 2017 (Unaudited) QR'000</i>	<i>30 September 2016 (Unaudited) QR'000</i>	<i>30 September 2017 (Unaudited) QR'000</i>	<i>30 September 2016 (Unaudited) QR'000</i>
Rental income		358,705	383,822	1,136,240	1,173,918
Dividends income from available-for-sale financial assets		-	-	241,848	227,068
Net gain on sale of available-for-sale financial assets		1,986	166,680	464,916	375,898
Net gain on sale of investments in associate companies		-	-	177,777	-
Other operating revenues		188,313	24,154	238,452	83,957
Operating expenses		(97,906)	(88,439)	(287,012)	(252,968)
<b>OPERATING PROFIT FOR THE PERIOD</b>		<b>451,098</b>	<b>486,217</b>	<b>1,972,221</b>	<b>1,607,873</b>
Share of results of associates and joint ventures		41,350	85,247	126,818	214,925
Gain on acquisition of a subsidiary	6	-	-	-	41,241
Gain on acquisition of an associate	6	-	-	-	37,371
Gain on revaluation of investment properties		-	-	-	12,722
Other income		29,114	12,666	68,240	28,790
General and administrative expenses		(59,500)	(55,989)	(196,598)	(178,581)
Depreciation		(1,750)	(2,388)	(12,273)	(8,045)
Impairment loss of available-for-sale financial assets		(20,250)	-	(32,923)	(7,409)
Finance costs		(188,126)	(160,192)	(522,972)	(457,834)
<b>NET PROFIT FOR THE PERIOD</b>		<b>251,936</b>	<b>365,561</b>	<b>1,402,513</b>	<b>1,291,053</b>
<i>Attributable to:</i>					
Equity holders to the parent		256,059	365,959	1,410,612	1,293,100
Non-controlling interests		(4,123)	(398)	(8,099)	(2,047)
		<b>251,936</b>	<b>365,561</b>	<b>1,402,513</b>	<b>1,291,053</b>
<b>BASIC AND DILUTED EARNINGS PER SHARE (QR)</b>	15	<b>0.10</b>	0.14	<b>0.53</b>	0.49

## Ezdan Holding Group Q.S.C.

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine months period ended 30 September 2017

	Note	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September 2017 (Unaudited) QR'000</i>	<i>30 September 2016 (Unaudited) QR'000</i>	<i>30 September 2017 (Unaudited) QR'000</i>	<i>30 September 2016 (Unaudited) QR'000</i>
<b>NET PROFIT FOR THE PERIOD</b>		<b>251,936</b>	<b>365,561</b>	<b>1,402,513</b>	<b>1,291,053</b>
<b>Other comprehensive income</b>					
<i>Other comprehensive income to be reclassified to statement of income in subsequent periods:</i>					
Net (loss) gain on available-for-sale financial assets	16	(112,078)	249,285	(450,992)	(187,010)
Foreign currency translation reserve	16	(1,493)	-	(1,493)	-
Share of net movement in fair value reserve of associates and joint ventures	16	(954)	(790)	1,516	996
<b>Total other comprehensive (loss) profit for the period</b>	16	<b>(114,525)</b>	<b>248,495</b>	<b>(450,969)</b>	<b>(186,014)</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>137,411</b>	<b>614,056</b>	<b>951,544</b>	<b>1,105,039</b>
<i>Attributable to:</i>					
Equity holders to the parent		141,534	614,454	959,643	1,107,086
Non-controlling interests		(4,123)	(398)	(8,099)	(2,047)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		<b>137,411</b>	<b>614,056</b>	<b>951,544</b>	<b>1,105,039</b>



Ezdan Holding Group Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months period ended 30 September 2017

	Attributable to the equity holders of the Parent						Total equity QR '000	
	Share capital QR '000	Legal reserve QR '000	Fair value reserve QR '000	Foreign currency translation reserve QR '000	Retained earnings QR '000	Total QR '000		Non-controlling interests QR '000
Balance at 1 January 2017 (Audited)	26,524,967	1,403,358	329,580	1,954	1,882,299	30,142,158	431,534	30,573,692
Net profit for the period	-	-	-	-	1,410,612	1,410,612	(8,099)	1,402,513
Other comprehensive loss for the period	-	-	(449,476)	(1,493)	-	(450,969)	-	(450,969)
Total comprehensive income (loss) for the period	-	-	(449,476)	(1,493)	1,410,612	959,643	(8,099)	951,544
Dividends (Note 17)	-	-	-	-	(1,326,248)	(1,326,248)	-	(1,326,248)
<b>Balance at 30 September 2017 (Unaudited)</b>	<b>26,524,967</b>	<b>1,403,358</b>	<b>(119,896)</b>	<b>461</b>	<b>1,966,663</b>	<b>29,775,553</b>	<b>423,435</b>	<b>30,198,988</b>

Ezdan Holding Group Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

For the nine months period ended 30 September 2017

	Attributable to the equity holders of the parent							Total equity QR '000
	Share Capital QR '000	Legal reserve QR '000	Fair value reserve QR '000	Foreign currency translation reserve QR '000	Retained earnings QR '000	Total QR '000	Non- controlling interests QR '000	
Balance at 1 January 2016 ( <i>Audited</i> )	26,524,967	1,222,112	605,559	1,954	1,622,648	29,977,240	403,991	30,381,231
Net profit for the period	-	-	-	-	1,293,100	1,293,100	(2,047)	1,291,053
Other comprehensive loss for the period	-	-	(186,014)	-	-	(186,014)	-	(186,014)
Total comprehensive income (loss) for the period	-	-	(186,014)	-	1,293,100	1,107,086	(2,047)	1,105,039
Dividends (Note 17)	-	-	-	-	(1,326,248)	(1,326,248)	-	(1,326,248)
Non-controlling interests arising on a business combination (Note 6)	-	-	-	-	-	-	43,978	43,978
Balance at 30 September 2016 ( <i>Unaudited</i> )	26,524,967	1,222,112	419,545	1,954	1,589,500	29,758,078	445,922	30,204,000

Ezdan Holding Group Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months period ended 30 September 2017

	Notes	<i>Nine months ended</i>	
		<i>30 September 2017 (Unaudited) QR'000</i>	<i>30 September 2016 (Unaudited) QR'000</i>
<b>OPERATING ACTIVITIES</b>			
Net profit for the period		1,402,513	1,291,053
<i>Adjustment for:</i>			
Gain on revaluation of investment properties		-	(12,722)
Depreciation		12,273	8,045
Provision for employees' end of service benefits		8,135	8,723
Share of results of associates and joint ventures		(126,818)	(214,925)
Gain on acquisition of a subsidiary	6	-	(41,241)
Gain on acquisition of an associate	6	-	(37,371)
Allowance for impairment of tenants receivables		8,842	1,113
Reversal of allowance for impairment of tenants receivables		-	(1,048)
Impairment loss of available-for-sale financial assets		32,923	7,409
Gain on land compensation from the government	10	(171,971)	-
Profit on Islamic bank accounts		(54,506)	(18,340)
Net gain on sale of available-for-sale financial assets		(464,916)	(375,898)
Net foreign exchange difference		(1,493)	-
Net gain on sale of investments in associate companies		(177,777)	-
Finance costs		522,972	457,834
		990,177	1,072,632
<i>Working capital changes:</i>			
Receivables and prepayments		(16,847)	152,955
Inventories		(6,846)	(2,480)
Due from/ to related parties		(2,199,196)	(788,840)
Payables and other liabilities		(403,896)	111,787
		(1,636,608)	546,054
Employees' end of service benefits paid		(2,367)	(2,610)
Net cash flows (used in) from operating activities		(1,638,975)	543,444
<b>INVESTING ACTIVITIES</b>			
Payments for purchase of property and equipment		(31,867)	(7,867)
Payments for purchase and development of investment properties		(281,448)	(297,998)
Proceeds from sale of available-for-sale financial assets		3,166,678	2,228,512
Proceeds from sale of investments in associate Companies		530,467	-
Payments for purchase of available-for-sale financial assets		(292,491)	(1,883,707)
Payments for purchase of investments in associates and joint ventures		-	(513,575)
Acquisition of a subsidiary net of cash acquired	6	-	(151,766)
Dividends received from associates and joint ventures		113,704	204,820
Profits received on Islamic bank accounts		54,506	19,903
Net movement in restricted bank balances		(241)	-
Net cash flows from (used in) investing activities		3,259,308	(401,678)
<b>FINANCING ACTIVITIES</b>			
Proceeds from Sukuk and Islamic financing borrowings	14	2,120,794	2,174,445
Payments for Sukuk and Islamic financing borrowings	14	(1,992,875)	(1,423,073)
Dividends paid		(952,379)	(899,809)
Net cash flows used in financing activities		(824,460)	(148,437)
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		795,873	(6,671)
Cash and cash equivalents at 1 January		423,072	618,292
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	7	1,218,945	611,621