

## INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2013

### INDEPENDENT AUDITOR'S REVIEW REPORT

To the Board of Directors  
Mannai Corporation Q.S.C.  
Doha - Qatar

#### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Mannai Corporation Q.S.C. (the "Company") and its subsidiaries (together the "Group") as at June 30, 2013, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the six month period then ended and related explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34 – "Interim Financial Reporting". Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

#### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 – "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing. Consequently, it does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34 – "Interim Financial Reporting".

#### Emphasis of matter

During the six month period ended June 30, 2013, the Group recognised its share of income amounting to QR 20.3 million from certain associates and jointly controlled investments based on financial information provided by the management of these investees. As at June 30, 2013 the carrying value of such investments amounted to QR 179 million. While there is no reason to believe, based on past experience, that the financial information provided by the management is not reasonably accurate, a review of the interim financial information, performed under International Standard on Review Engagements (ISRE) 2410: "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" may result in adjustments affecting the recognised share of income and carrying value of these investments.

#### Other matter

The interim condensed consolidated financial statements of the Group for the six month period ended June 30, 2012 were reviewed and the consolidated financial statements for the year ended December 31, 2012 were audited by another auditor, whose reports dated August 8, 2012 and February 27, 2013, respectively, expressed a qualified review conclusion and an unqualified audit opinion on those financial statements. The basis of qualified review conclusion was that the financial information of a subsidiary as at June 30, 2012 was not reviewed by an independent auditor.

For Deloitte & Touche  
Doha – Qatar  
Muhammad Bahemia  
August 5, 2013  
License No. 103

### DIRECTORS' REPORT

The Directors are pleased to report a 45% growth in sales and 15% increase in Net Profit for the period ended 30 June 2013.

Sales increased to QR 2.94 Billion compared to QR 2.03 Billion in the previous period.

Net Profit was QR 193.9 Million compared to QR 168.6 Million for the same period in the previous year.

Earnings per share was QR 4.25.

**Mohamed Ali M. Al Kubaisi**  
Director

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2013

	June 30, 2013 (Reviewed) QR '000	December 31, 2012 (Restated) (Audited) QR '000
<b>ASSETS</b>		
<b>Current assets</b>		
Bank balances and cash	145,549	344,200
Accounts receivable and prepayments	756,283	792,277
Amounts due from related parties	26,136	25,886
Inventories	2,224,429	2,603,470
Margin to trade payables against unfixed gold	202,415	--
<b>Total current assets</b>	<b>3,354,812</b>	<b>3,765,833</b>
<b>Non-current assets</b>		
Accounts receivable and prepayments	46,053	50,681
Amounts due from related parties	31,289	73,641
Available for sale investments	35,088	36,804
Investment in joint venture companies	27,769	30,933
Investment in associate companies	1,280,775	1,233,388
Goodwill and other intangible assets	1,227,896	1,231,458
Property, plant and equipment	333,659	333,012
Investment properties	90,935	93,108
<b>Total non-current assets</b>	<b>3,073,464</b>	<b>3,083,025</b>
<b>Total assets</b>	<b>6,428,276</b>	<b>6,848,858</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Interest bearing loans and borrowings	966,371	740,796
Amounts due to related parties	7,761	5,984
Accounts payable and accruals	1,368,325	1,280,219
Bank overdrafts	595,339	239,325
<b>Total current liabilities</b>	<b>2,937,796</b>	<b>2,266,324</b>
<b>Non-current liabilities</b>		
Interest bearing loans and borrowings	772,900	1,880,684
Provision for employees' end of service benefits	81,903	75,888
Accounts payable and accruals	14,948	25,580
<b>Total non-current liabilities</b>	<b>869,751</b>	<b>1,982,152</b>
<b>Total liabilities</b>	<b>3,807,547</b>	<b>4,248,476</b>
<b>Equity</b>		
Share capital	456,192	456,192
Legal reserve	1,083,456	1,083,456
Revaluation reserve	4,630	4,630
Foreign currency translation reserve	(3,944)	(1,838)
Proposed dividends	--	216,691
Retained earnings	694,845	500,903
<b>Equity attributable to shareholders of the Company</b>	<b>2,235,179</b>	<b>2,260,034</b>
Non-controlling interests	385,550	340,348
<b>Total equity</b>	<b>2,620,729</b>	<b>2,600,382</b>
<b>Total liabilities and equity</b>	<b>6,428,276</b>	<b>6,848,858</b>

These interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on August 5, 2013.

Mohamed Ali M. Al Kubaisi  
Director

Alekh Grewal  
Group Chief Executive Officer and Director

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2013

	Six month period ended	
	June 30, 2013 (Reviewed) QR '000	June 30, 2012 (Reviewed) QR '000
Revenue	2,946,352	2,032,913
Direct costs	(2,391,319)	(1,671,860)
<b>Gross profit</b>	<b>555,033</b>	<b>361,053</b>
Other income	86,311	218,088
Share of profit from associates and joint venture companies	59,138	29,238
General and administrative expenses	(189,891)	(211,753)
Selling and distribution expenses	(168,895)	(87,263)
<b>Profit before interest, depreciation and amortisation</b>	<b>341,696</b>	<b>309,363</b>
Finance costs	(56,168)	(70,304)
Depreciation and amortisation	(36,853)	(30,757)
<b>Profit for the period before directors' remuneration</b>	<b>248,675</b>	<b>208,302</b>
Board of directors' remuneration	(9,000)	(6,900)
<b>Net profit from continuing operations for the period</b>	<b>239,675</b>	<b>201,402</b>
Net profit from discontinued operation for the period	--	3,164
<b>Net profit for the period</b>	<b>239,675</b>	<b>204,566</b>
<b>Attributable to:</b>		
Shareholders of the Company	193,942	168,571
Non-controlling interests	45,733	35,995
	<b>239,675</b>	<b>204,566</b>
<i>Earnings per share:</i>		
Basic and diluted earnings per share attributable to shareholders of the Company (QR)	4.25	4.93

### INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2013

	Six month period ended	
	June 30, 2013 (Reviewed) QR '000	June 30, 2012 (Reviewed) QR '000
<b>Net profit for the period</b>	<b>239,675</b>	<b>204,566</b>
<b>Other comprehensive (loss) income</b>		
Foreign currency translation adjustment	(2,637)	395
<b>Total comprehensive income for the period</b>	<b>237,038</b>	<b>204,961</b>
<b>Attributable to:</b>		
Shareholders of the Company	191,836	168,737
Non-controlling interests	45,202	36,224
	<b>237,038</b>	<b>204,961</b>