

**MANNAI CORPORATION Q.S.C.
DOHA – QATAR**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX MONTH PERIOD ENDED
JUNE 30, 2014**

MANNAI CORPORATION Q.S.C.

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT
AUDITOR'S REVIEW REPORT**

For the six month period ended June 30, 2014

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GROUP CHIEF EXECUTIVE OFFICER & DIRECTOR's REPORT

The Company is pleased to report a 62% growth in net profit for the period ended June 30, 2014.

Net profit was QR 315 million on a group turnover of QR 2.8 billion compared to QR 194 million for the same period in the previous year.

Earnings per share for the period increased to QR 6.91 from QR. 4.25 in the corresponding period 2013.

Return on equity increased to 32.1% from 22% as compared to year ended December 31, 2013.



Alekh Grewal
Group Chief Executive Officer
& Director

QR. 31230

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 referred to as the "Group") as at June 30, 2014, and the related interim condensed consolidated statements of profit or loss, profit or loss and other 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".

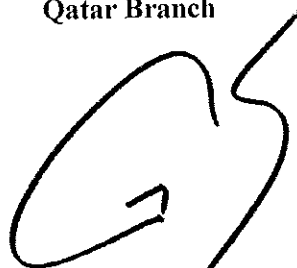
INDEPENDENT AUDITOR'S REVIEW REPORT (CONTINUED)

Emphasis of matter

We draw attention to the fact that the Group is in the process of finalising negotiations with local partners relating to the exit of investments in certain countries. The final outcome of those negotiations is uncertain and certain prevailing tax obligations and liabilities may arise and crystallise on withdrawal of the ownership and cannot be determined with reasonable certainty at this time.

Doha - Qatar
August 8, 2014

For Deloitte & Touche
Qatar Branch

A handwritten signature in black ink, consisting of a large, stylized loop followed by a short horizontal stroke and a diagonal line extending upwards and to the right.

Muhammad Bahemia
Partner
License No. 103

MANNAI CORPORATION Q.S.C.**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at June 30, 2014

	Notes	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
ASSETS			
Current assets			
Bank balances and cash	3	108,809	156,750
Accounts receivable and prepayments	4	807,831	810,508
Amounts due from related parties	17	20,750	27,855
Inventories	5	2,245,269	2,501,899
		<u>3,182,659</u>	<u>3,497,012</u>
Assets classified as held for sale		--	52,436
Total current assets		<u>3,182,659</u>	<u>3,549,448</u>
Non-current assets			
Accounts receivable and prepayments	4	--	13,121
Amounts due from related parties	17	23,717	76,448
Available for sale investments	6	42,947	42,957
Investment in joint venture companies	7	17,604	17,111
Investment in associate companies	8	1,213,656	1,250,270
Goodwill and other intangible assets		1,211,805	1,215,500
Property, plant and equipment	9	385,861	360,372
Investment properties	10	119,114	125,716
		<u>3,014,704</u>	<u>3,101,495</u>
Total non-current assets		<u>3,014,704</u>	<u>3,101,495</u>
Total assets		<u>6,197,363</u>	<u>6,650,943</u>

MANNAI CORPORATION Q.S.C.**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at June 30, 2014

	Notes	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
LIABILITIES AND EQUITY			
Liabilities			
Current liabilities			
Bank overdrafts	3	343,347	293,917
Interest bearing loans and borrowings	11	1,357,768	1,186,698
Amounts due to related parties	17	3,743	4,976
Accounts payable and accruals	12	1,507,944	1,923,951
		<u>3,212,802</u>	<u>3,409,542</u>
Liabilities classified as held for sale		--	21,072
Total current liabilities		<u>3,212,802</u>	<u>3,430,614</u>
Non-current liabilities			
Interest bearing loans and borrowings	11	898,103	649,437
Accounts payable and accruals	12	31,190	33,138
Provision for employees' end of service benefits		93,149	86,354
		<u>1,022,442</u>	<u>768,929</u>
Total non-current liabilities		<u>1,022,442</u>	<u>768,929</u>
Total liabilities		<u>4,235,244</u>	<u>4,199,543</u>
Equity			
Share capital	13	456,192	456,192
Legal reserve	14	1,083,456	1,083,456
Revaluation reserve		4,630	4,630
Foreign currency translation reserve		(5,539)	(5,383)
Proposed dividends	15	--	250,906
Retained earnings		1,006,763	691,714
Acquisition reserve		<u>(588,058)</u>	<u>(283,820)</u>
Equity attributable to shareholders of the Company		<u>1,957,444</u>	<u>2,197,695</u>
Non-controlling interests		4,675	253,705
Total equity		<u>1,962,119</u>	<u>2,451,400</u>
Total liabilities and equity		<u>6,197,363</u>	<u>6,650,943</u>

These interim condensed consolidated financial statements were approved by the Board of Directors and authorised for issue on August 8, 2014.



Mohamed Ali M. Al Kubaisi
Director



Alekh Grewal
Group Chief Executive Officer and Director

MANNAI CORPORATION Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the six month period ended June 30, 2014

	Notes	Six month period ended	
		June 30,	June 30,
		2014 (Reviewed) QR '000	2013 (Reviewed) QR '000
Revenue		2,804,544	2,946,352
Direct costs		(2,263,237)	(2,391,319)
Gross profit		541,307	555,033
Other income		308,824	86,311
Share of profit from associates and joint venture companies	7,8	6,252	59,138
General and administrative expenses		(236,875)	(188,091)
Selling and distribution expenses		(198,681)	(168,895)
Profit before interest, depreciation and amortisation		420,827	343,496
Finance costs		(45,354)	(56,168)
Depreciation and amortisation		(42,878)	(36,853)
Profit for the period before directors' remuneration		332,595	250,475
Board of directors' remuneration	17	(17,500)	(10,800)
Net profit for the period		315,095	239,675
Attributable to:			
Shareholders of the Company		315,049	193,942
Non-controlling interests		46	45,733
		315,095	239,675
Earnings per share:			
Basic and diluted earnings per share attributable to shareholders of the Company (QR)	16	6.91	4.25

MANNAI CORPORATION Q.S.C.**INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**For the six month period ended June 30, 2014

	Six month period ended	
	June 30, 2014 (Reviewed) QR '000	June 30, 2013 (Reviewed) QR '000
Net profit for the period	315,095	239,675
Other comprehensive income / (loss)		
Foreign currency translation adjustment	<u>(158)</u>	<u>(2,637)</u>
Total comprehensive income for the period	<u>314,937</u>	<u>237,038</u>
Attributable to:		
Shareholders of the Company	314,893	191,836
Non-controlling interests	44	45,202
	<u>314,937</u>	<u>237,038</u>

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

MANNAI CORPORATION Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six month period ended June 30, 2014

	Share capital QR '000	Legal reserve QR '000	Revaluation reserve QR '000	Foreign currency translation reserve QR '000	Proposed dividends QR '000	Acquisition reserve QR '000	Retained earnings QR '000	Equity attributable to shareholders of the Company QR '000	Non- controlling interests QR '000	Total QR '000
Balance – January 1, 2013 (Audited and restated)	456,192	1,083,456	4,630	(1,838)	216,691	--	500,903	2,260,034	340,348	2,600,382
Total comprehensive income for the period	--	--	--	(2,106)	--	--	193,942	191,836	45,202	237,038
Dividends paid	--	--	--	--	(216,691)	--	--	(216,691)	--	(216,691)
Balance – June 30, 2013 (Reviewed)	456,192	1,083,456	4,630	(3,944)	--	--	694,845	2,235,179	385,550	2,620,729
Balance – January 1, 2014 (Audited)	456,192	1,083,456	4,630	(5,383)	250,906	(283,820)	691,714	2,197,695	253,705	2,451,400
Total comprehensive income for the period	--	--	--	(156)	--	--	315,049	314,893	44	314,937
Dividends paid	--	--	--	--	(250,906)	--	--	(250,906)	(6,698)	(257,604)
Acquisition of non-controlling interest	--	--	--	--	--	(304,238)	--	(304,238)	(242,137)	(546,375)
Withdrawal of non-controlling interest	--	--	--	--	--	--	--	--	(239)	(239)
Balance – June 30, 2014 (Reviewed)	456,192	1,083,456	4,630	(5,539)	--	(588,058)	1,006,763	1,957,444	4,675	1,962,119

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

MANNAI CORPORATION Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended June 30, 2014

	Note	Six month period ended	
		June 30, 2014 (Reviewed) QR '000	June 30, 2013 (Reviewed) QR '000
Net cash flow (used in) / from operating activities		(211,929)	559,130
Cash flows from investing activities			
Dividend received		40,614	14,915
Proceeds from disposal of available for sale of investment		--	102
Acquisition of property, plant and equipment		(76,402)	(36,712)
Proceeds from disposal of property, plant and equipment		7,555	6,800
Proceeds from disposal of investment properties		12,313	--
Investment in associates and joint ventures		(22,639)	--
Net cash flow used in investing activities		(38,559)	(14,895)
Cash flows from financing activities			
Dividends paid		(250,906)	(216,691)
Movement in interest bearing loans and borrowings		419,736	(882,209)
Net cash flow generated from / (used in) financing activities		168,830	(1,098,900)
Net decrease in cash and cash equivalents		(81,658)	(554,665)
Cash and cash equivalents at the beginning of period		(159,360)	104,875
Cash and cash equivalents at the end of period	3	(241,018)	(449,790)

THE ACCOMPANYING NOTES FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

1. CORPORATE INFORMATION

Mannai Corporation Q.S.C. (the "Company") is registered as a Qatari Shareholding Company in the State of Qatar with the Ministry of Economy and Trade under Commercial Registration Number 12. The registered office of the Company is situated in Doha, State of Qatar. The Company is listed on the Qatar Exchange.

The core activities of the Company and its subsidiaries (together referred to as the "Group") include automotive and heavy equipment distribution and service, information and communication technology, engineering services to the oil & gas sector, office systems, medical equipment, home appliances and electronics, building materials, logistics and warehousing, geotechnical, geological, environmental and material testing services, facilities maintenance and management service, travel services, trading and representation and trading in gold and gold jewelry, diamond jewelry, pearls, watches, silver and precious stones on retail basis.

During the period, the Group acquired an additional interest of 19% in Damas International Limited for purchase consideration of QR 546.4 million thereby converting it to a wholly owned subsidiary of the Group. This transaction has been recorded by acquiring QR. 242.1 million (being proportionate share of the carrying value of net assets of Damas International Limited) and the remaining amount being QR 304.2 million has been recorded directly in equity attributed to owners of the Group.

The interim condensed consolidated financial statements include the financial statements of the Company and subsidiaries controlled by it, as listed below:

<i>Name of subsidiaries</i>	<i>Country of incorporation</i>	<i>Group's effective shareholding percentage</i>	
		<i>June 30, 2014</i>	<i>December 31, 2013</i>
Mannai Trading Company W.L.L.	Qatar	100	100
Manweir L.L.C.	Qatar	100	100
Gulf Laboratories Company W.L.L.	Qatar	100	100
Space Travel W.L.L.	Qatar	100	100
Qatar Logistics W.L.L.	Qatar	100	100
Technical Services Company W.L.L.	Qatar	100	100
Mansoft Qatar W.L.L.	Qatar	100	100
Mansoft Solutions and Systems Pvt. Limited	India	100	100
Mansoft Solutions and Systems (UAE) L.L.C.	UAE	100	100
Techsignia Solutions Pvt. Ltd.	India	100	100
Gulf Geotechnical Services and Material Testing L.L.C.	Oman	100	100
Utility Networks Information Systems	Jordan	75	75
Transfield Mannai Facilities Management Services W.L.L.	Qatar	--	100
Global Trading Center FZCO	UAE	100	100
Damas International Limited	UAE	100	81
GTC Otomotiv Anonim Sirketi	Turkey	100	100
Mannai Network & Solution L.L.C.	Oman	100	100
Utility Network Co.	Saudi	100	100
Damas L.L.C.	UAE	100	81
Damas Jewellery L.L.C.	UAE	100	81
Damas Jewellery D.M.C.C.	UAE	100	81
Al Mana Damas International L.L.C.	UAE	51	41

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

1. CORPORATE INFORMATION (CONTINUED)

<i>Name of subsidiaries</i>	<i>Country of incorporation</i>	<i>Group's effective shareholding percentage</i>	
		<i>June 30, 2014</i>	<i>December 31, 2013</i>
Ayodhya Jewellers L.L.C.	UAE	100	81
Time art watches and optics trading L.L.C.	UAE	100	81
Arshi Jewellery L.L.C.	UAE	75	61
Farhan Jewellery L.L.C.	UAE	75	61
Premium Investments International L.L.C.	UAE	100	81
Damas SPV Jewellery L.L.C.	UAE	100	81
Gem Universe L.L.C.	Oman	70	57
Damas Company W.L.L.	Bahrain	100	81
Damas & Al Ghannam jewellery Co W.L.L.	Kuwait	90	73
Damas Saudi Arabia Company Limited	KSA	98	79
Islanders Demas Pvt. Ltd.	Maldives	75	61
Damas (Thailand) Co. Ltd.	Thailand	100	81
Golden Investments Limited	UAE	100	--
Golden Investments Holdings Limited	UAE	100	--
Golden Investments Services Limited	UAE	100	--
Global Motor Sports	Qatar	100	--

2. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim condensed consolidated financial statements for the six month period ended June 30, 2014 have been prepared in accordance with IAS 34 – “Interim Financial Reporting” under the historical cost convention except for land and building classified as property, plant and equipment and derivative financial instruments that have been measured at fair value.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at December 31, 2013. In addition, results for the six month period ended June 30, 2014 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2014.

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2013 except for the adoption of new and revised standards and interpretations effective as of January 1, 2014.

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the six month period ended June 30, 2014

2. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In the current financial period, the Group has adopted certain new and revised standards and interpretations including:

IAS 32	Financial Instruments: Presentation
IFRS 10	Consolidated financial statements
IFRS 12	Disclosure of interests in other entities
IAS 27	Investment in associates
IAS 36	Impairment of assets
IAS 39	Financial instruments: Recognition and measurements
IFRIC 21	Levies

The adoption of these new / revised standards and interpretations did not have any material impact on the financial position or financial performance of the Group as at and for the period ended June 30, 2014.

3. CASH AND CASH EQUIVALENTS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Bank balances and cash	108,809	156,750
Less: fixed and margin deposit under lien	(6,480)	(22,193)
	102,329	134,557
Less: bank overdrafts	(343,347)	(293,917)
	<u>(241,018)</u>	<u>(159,360)</u>

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

4. ACCOUNTS RECEIVABLE AND PREPAYMENTS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Trade accounts receivable	591,423	780,655
Less: Allowance for impairment	(144,669)	(145,967)
	<u>446,754</u>	<u>634,688</u>
Advances to suppliers	112,086	34,489
Notes receivable	75,736	42,164
Prepayments	47,310	46,316
Deposits	16,972	16,364
Accrued income	18,862	18,592
Insurance claims	74,780	--
Others	15,331	31,016
	<u>807,831</u>	<u>823,629</u>
Presented in the interim condensed consolidated statement of financial position as follows:		
Current	807,831	810,508
Non-current	--	13,121
	<u>807,831</u>	<u>823,629</u>

5. INVENTORIES

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Jewelleries	1,297,204	1,317,116
Work-in-progress	602,839	635,544
Merchandises, spares and tools	424,866	455,946
Vehicles and heavy equipments	144,886	206,407
Industrial supplies	21,799	24,380
Others	4,530	4,767
	<u>2,496,124</u>	<u>2,644,160</u>
Less: Provision for obsolete and slow moving items	(250,855)	(142,261)
	<u>2,245,269</u>	<u>2,501,899</u>

MANNAI CORPORATION Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2014

6. AVAILABLE FOR SALE INVESTMENTS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Unquoted:		
Beginning of period / year	42,957	36,804
Additions	8,278	8,550
Disposal of available for sale investment	--	(102)
Impairment loss	(8,288)	(2,295)
End of period / year	<u>42,947</u>	<u>42,957</u>

7. INVESTMENT IN JOINT VENTURE COMPANIES

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Beginning of period / year	17,111	30,933
Dividends received	--	(8,415)
Impairment loss recognised	(14,225)	--
Share of profit from joint ventures	357	1,100
Transfer on account of obtaining controlling interests	14,361	(6,507)
End of period / year	<u>17,604</u>	<u>17,111</u>

8. INVESTMENT IN ASSOCIATE COMPANIES

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Beginning of period / year	1,250,270	1,233,388
Dividends received	(40,614)	(62,630)
Impairment losses recognised	(28,566)	--
Share of profit from associates	32,566	79,512
End of period / year	<u>1,213,656</u>	<u>1,250,270</u>

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

9. PROPERTY, PLANT AND EQUIPMENT

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Net book value - beginning balance of period / year	360,372	333,012
Additions	76,402	100,258
Disposals	(52,430)	(32,944)
Charge for the period / year	(35,444)	(64,199)
Accumulated depreciation related to disposals	37,081	24,647
Effect of foreign currency difference	(120)	(402)
Net book value – end of period / year	<u>385,861</u>	<u>360,372</u>

10. INVESTMENT PROPERTIES

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Net book value - beginning balance of period / year	125,716	93,108
Net book value reclassified to assets held for sale	--	(6,685)
Disposal during the period / year	(3,303)	--
Impairment loss reversed	--	43,785
Charge for the period / year	(3,299)	(4,492)
Net book value – end of period / year	<u>119,114</u>	<u>125,716</u>

11. INTEREST BEARING LOANS AND BORROWINGS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Term loans	1,211,125	896,847
Working capital facilities and others	1,044,746	939,288
	<u>2,255,871</u>	<u>1,836,135</u>

Presented in the interim condensed consolidated statement of financial position as follows:

Current	1,357,768	1,186,698
Non-current	898,103	649,437
	<u>2,255,871</u>	<u>1,836,135</u>

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

12. ACCOUNTS PAYABLE AND ACCRUALS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Trade accounts payable	419,381	501,281
Advances from customers	714,269	607,689
Payable on acquisition of additional non-controlling interest	--	462,598
Accrued expenses and others	405,484	385,521
	<u>1,539,134</u>	<u>1,957,089</u>

Presented in the interim condensed consolidated statement of financial position as follows:

Current	1,507,944	1,923,951
Non-current	31,190	33,138
	<u>1,539,134</u>	<u>1,957,089</u>

13. SHARE CAPITAL

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
Authorised, issued and fully paid shares of QR 10 each	<u>456,192</u>	<u>456,192</u>

14. LEGAL RESERVE

As required by Qatar Commercial Companies' Law No. 5 of 2002, 10% of the profit for the year is required to be transferred to a legal reserve, until such reserve equals 50% of the issued share capital. The Group has resolved to cease such annual transfers as the legal reserve has reached the minimum required level. The reserve is not generally available for distribution except in the circumstances stipulated in the above law. Legal reserve also includes share premium received from issue of shares.

15. DIVIDENDS

During the period, the dividend paid amounted to QR 250.9 million (2013: QR 216.7 million).

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

16. EARNINGS PER SHARE

	Six month period ended	
	June 30, 2014 (Reviewed)	June 30, 2013 (Reviewed)
Net profit for the period attributable to shareholders of the Company (in '000 QR)	315,049	193,942
Weighted average number of shares at the end of the period	45,619,200	45,619,200
Basic and diluted earnings per share (QR)	6.91	4.25

17. RELATED PARTIES

Related parties represent associated companies, major shareholders, directors and key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties. Pricing policies and terms of these transactions are at arm's length basis.

Related party balances

Related party balances pertain to amounts due to and from associates, joint venture companies and others.

Related party transactions

Transactions with related parties included in the interim condensed consolidated financial statements are as follows:

	Six month period ended	
	June 30, 2014 (Reviewed) QR '000	June 30, 2013 (Reviewed) QR '000
Sales	83,235	93,669
Purchases	10,894	13,705

Compensation of key management personnel and directors' remuneration

	Six month period ended	
	June 30, 2014 (Reviewed) QR '000	June 30, 2013 (Reviewed) QR '000
Directors' remuneration	17,500	10,800
Compensation to key management personnel		
Short-term benefits	5,423	4,750
Post-employment benefits	273	260
	23,196	15,810

MANNAI CORPORATION Q.S.C.**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended June 30, 2014

18. CONTINGENCIES AND COMMITMENTS

	June 30, 2014 (Reviewed) QR '000	December 31, 2013 (Audited) QR '000
a) Contingent liabilities		
Letters of guarantee	470,918	400,397
Letters of credit	733,469	892,477
	<u>1,204,387</u>	<u>1,292,874</u>
b) Lease commitments		
Less than one year	112,158	105,737
1 to 5 years	143,506	136,234
	<u>255,664</u>	<u>241,971</u>

The letters of credit includes stand-by letters of credit are provided by commercial banks in favour of the suppliers of gold who have loaned gold on an unfixed basis to the Group.

MANNAI CORPORATION Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six month period ended June 30, 2014

19. SEGMENT REPORTING

Six month period ended June 30, 2014 (Reviewed)

Segment	Energy & Ind.										Telecom retail	Others and adjustments	Total
	Auto	Heavy equipment	Energy & Ind. markets	Industrial supplies	Information technology	Travel	Engineering	Geotechnical services	Logistics	Jewellery trading			
	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000
Revenue	343,762	141,716	86,862	106,802	721,656	18,124	54,936	37,027	14,592	1,251,078	--	27,989	2,804,544
Gross profit	72,910	23,365	22,009	17,392	98,326	18,571	7,467	13,037	3,847	256,197	--	8,186	541,307
Net profit for the period	25,491	12,079	15,563	11,707	55,344	6,748	(6,733)	2,777	1,332	289,834	(26,051)	(72,996)	315,095
Segment assets	398,682	119,448	91,361	72,397	1,125,196	110,595	103,516	54,039	15,623	2,181,255	1,132,635	792,616	6,197,363
Segment liabilities	76,766	31,380	40,586	27,911	1,028,787	61,018	101,975	21,357	8,432	1,373,225	--	1,463,807	4,235,244
Other information													
Share of profit from associates and joint venture companies	--	--	--	--	--	--	--	--	--	25,621	(19,594)	225	6,252
Investment in associates and joint venture	--	--	--	--	--	--	--	--	--	84,039	1,132,635	14,586	1,231,260

Six month period ended June 30, 2013 (Reviewed)

Segment	Six month period ended June 30, 2013 (Reviewed)												
	Energy & Ind.				Information technology	Travel	Engineering	Geotechnical services	Logistics	Jewellery trading	Telecom retail	Others and adjustments	Total
	Auto	Heavy equipment	Ind. markets	Industrial supplies									
	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000	QR '000
Revenue	347,249	75,868	85,521	106,630	591,154	19,678	56,116	24,923	14,349	1,584,020	--	40,844	2,946,352
Gross profit	67,381	14,639	16,775	16,274	75,863	19,397	8,780	9,520	4,084	305,522	--	16,798	555,033
Net profit for the period	26,328	6,475	11,337	9,811	39,716	7,607	(5,005)	2,058	2,029	126,264	32,785	(19,730)	239,675
Segment assets	406,588	117,232	68,924	62,064	1,174,177	75,037	101,337	44,680	8,539	2,474,772	1,167,056	950,537	6,650,943
Segment liabilities	187,808	23,835	28,083	12,055	1,003,200	32,722	93,064	20,747	2,680	1,238,374	--	1,556,975	4,199,543
Other information													
Share of profit from associates and joint venture companies	--	--	--	--	--	--	--	--	--	19,356	38,813	969	59,138
Investment in associates and joint venture	--	--	--	--	--	--	--	--	--	100,325	1,167,056	--	1,267,381