

**Mannai Corporation Q.P.S.C.**  
**Interim Condensed Consolidated Financial Information**  
**30 JUNE 2022**

**Mannai Corporation Q.P.S.C.**  
**Interim Condensed Consolidated Financial Information**  
As at and for the six-month period ended 30 June 2022

---

<b>CONTENTS</b>	<b>Pages(s)</b>
Independent auditor's review report	A
Interim condensed consolidated statement of financial position	1-2
Interim condensed consolidated statement of profit or loss	3
Interim condensed consolidated statement of other comprehensive income	4
Interim condensed consolidated statement of changes in equity	5
Interim condensed consolidated statement of cash flows	6-7
Notes to the interim condensed consolidated financial information	8-20



## **REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF MANNAI CORPORATION Q.P.S.C.**

### **Introduction**

We have reviewed the accompanying interim condensed consolidated statement of financial position of Mannai Corporation Q.P.S.C. (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 30 June 2022 and the related interim condensed consolidated statements of profit or loss, other comprehensive income, changes in equity, and cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, 'Interim financial reporting' as issued by the International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

### **Scope of review**

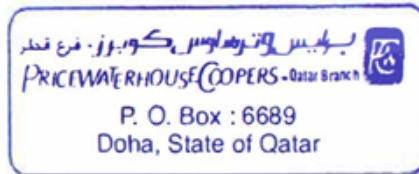
We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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 and consequently 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 information is not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

**For and on behalf of PricewaterhouseCoopers – Qatar Branch  
Qatar Financial Market Authority registration number 120155**

**Waleed Tahtamouni**  
Auditor’s registration number 370  
Doha, State of Qatar  
14 August 2022



Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of financial position  
At 30 June 2022

	Notes	30 June 2022 QR'000 (Reviewed)	31 December 2021 QR'000 (Audited) Restated*
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	98,556	1,039,061
Trade and other receivables	4	2,624,518	4,954,683
Inventories	5	1,978,632	1,939,536
Due from related parties	17	5,847	33,813
		<u>4,707,553</u>	<u>7,967,093</u>
Assets classified as held for sale	21	9,324,973	-
		<u>14,032,526</u>	<u>7,967,093</u>
<b>Total current assets</b>			
<b>Non-current assets</b>			
Trade and other receivables	4	81,181	374,465
Financial assets – equity instruments	20	8,357	11,810
Investment in joint venture companies		24,587	27,150
Investment in associate companies	6	904,650	953,035
Intangible assets	7	934,926	5,819,319
Property, plant and equipment	8	692,004	911,649
Investment properties		808	893
Deferred tax assets		-	56,816
Right-of-use assets	9	168,893	520,812
Due from related parties	17	37,278	48,602
		<u>2,852,684</u>	<u>8,724,551</u>
<b>Total non-current assets</b>			
		<u>16,885,210</u>	<u>16,691,644</u>
<b>TOTAL ASSETS</b>			
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Bank overdrafts	3	268,125	313,096
Lease liabilities	9	76,265	191,515
Borrowings	10	5,131,426	3,213,385
Trade and other payables	11	1,842,386	5,343,281
Due to related parties	17	585	4,543
		<u>7,318,787</u>	<u>9,065,820</u>
Liabilities associated with assets classified as held for sale	21	6,526,420	-
		<u>13,845,207</u>	<u>9,065,820</u>
<b>Total current liabilities</b>			
<b>Non-current liabilities</b>			
Deferred tax liabilities		-	24,377
Lease liabilities	9	104,117	352,931
Borrowings	10	613,781	4,541,932
Trade and other payables	11	91,904	86,695
Employees' end of service benefits		138,670	420,028
		<u>948,472</u>	<u>5,425,963</u>
<b>Total non-current liabilities</b>			
		<u>14,793,679</u>	<u>14,491,783</u>
<b>TOTAL LIABILITIES</b>			

\*Refer note 22

The interim condensed consolidated statement of financial position continues on the next page.

The independent auditor's review report is set out on page A.

The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information



Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of financial position (continued)  
At 30 June 2022

	Notes	30 June 2022 QR'000 (Reviewed)	31 December 2021 QR'000 (Audited) Restated*
<b>LIABILITIES AND EQUITY (CONTINUED)</b>			
<b>Equity</b>			
Share capital	12	456,192	456,192
Legal reserve	13(a)	1,083,456	1,083,456
Acquisition reserve	13(b)	(999,488)	(999,488)
Other reserve		(22,889)	(66,379)
Foreign currency translation reserve	13(c)	(261,995)	(156,450)
Fair value reserve		(32,990)	(32,990)
Retained earnings		1,864,682	1,911,669
<b>Equity attributable to shareholders of the Company</b>		<u>2,086,968</u>	<u>2,196,010</u>
Non-controlling interests		4,563	3,851
<b>Total equity</b>		<u>2,091,531</u>	<u>2,199,861</u>
<b>TOTAL LIABILITIES AND EQUITY</b>		<u>16,885,210</u>	<u>16,691,644</u>

These interim condensed consolidated financial information were approved by the Board of Directors and authorised for issue on their behalf by the following on 14 August 2022.



Abdulla Mohammed Al Kubaisi  
Director



Khaled Sultan Al Rabban  
Director

\*Refer note 22



The independent auditor's review report is set out on page A.  
The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information

Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of profit or loss  
For the six-month period ended 30 June 2022

	Notes	Six-month period ended	
		30 June 2022 QR'000 (Reviewed)	30 June 2021 QR'000 (Reviewed) Re-presented*
Revenue	14	2,694,495	2,420,466
Direct costs		(2,205,192)	(1,982,474)
<b>Gross profit</b>		<b>489,303</b>	<b>437,992</b>
Share of results from joint venture companies		5,508	2,950
Share of results from associate companies	6	68	13,644
Impairment of financial and contract assets - net		(9,952)	(10,967)
Other income		5,688	25,071
General and administrative expenses		(224,981)	(152,712)
Selling and distribution expenses		(103,842)	(92,870)
<b>Profit before interest, tax, depreciation and amortization</b>		<b>161,792</b>	<b>223,108</b>
Finance costs		(120,686)	(115,849)
Depreciation and amortization		(80,711)	(78,074)
<b>(Loss) / profit before tax</b>		<b>(39,605)</b>	<b>29,185</b>
Income tax		(1,208)	(2,177)
<b>(Loss) / profit from continuing operations</b>		<b>(40,813)</b>	<b>27,008</b>
Profit from discontinued operation	21	131,170	90,256
<b>Net profit for the period</b>		<b>90,357</b>	<b>117,264</b>
<b>Attributable to:</b>			
Shareholders of the Company		90,238	117,109
Non-controlling interests		119	155
		<b>90,357</b>	<b>117,264</b>
<b>Earnings per share:</b>			
Basic and diluted earnings per share attributable to shareholders of the Company (QR)	16	0.20	0.26

\*Refer Note 21



The independent auditor's review report is set out on page A.  
The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information

Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of other comprehensive income  
For the six-month period ended 30 June 2022

	<i>Six-month period ended</i>	
	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed) Re-presented*</i>
<b>Net profit for the period</b>	<b>90,357</b>	117,264
<b>Other comprehensive income</b>		
<i>Items that may be reclassified to profit or loss</i>		
Exchange differences on translation of foreign operations	(4,289)	(10,355)
Exchange differences on translation of discontinued Operation	(101,256)	(37,086)
Changes in fair value of derivative financial liabilities of discontinued operation	-	2,076
Valuation of share-based payments of discontinued operation	7,041	5,535
<i>Items that will not be reclassified to profit or loss</i>		
Change in actuarial difference - net of related taxes of discontinued operation	36,449	-
<b>Total other comprehensive loss for the period</b>	<b>(62,055)</b>	(39,830)
<b>Total comprehensive income for the period</b>	<b>28,302</b>	77,434
<i>Total comprehensive income for the period is attributable to:</i>		
Shareholders of the Company	28,183	77,262
Non-controlling interests	119	172
	<b>28,302</b>	77,434
<i>Total comprehensive income for the period attributable to the shareholders of the Company arises from:</i>		
Continuing operations	(45,102)	16,653
Discontinued operations	73,285	60,609
	<b>28,183</b>	77,262

\*Refer Note 21



Report on review of condensed consolidated interim financial information is set out on page A.  
The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information

# Mannai Corporation Q.P.S.C.

## Interim condensed consolidated statement of changes in equity

For the six-month period ended 30 June 2022

	Share Capital QR'000	Legal Reserve QR'000	Acquisition reserve QR'000	Other reserve QR'000	Foreign currency translation reserve QR'000	Proposed dividends	Fair value 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 as at 31 December 2021 / 1 January 2022 (Audited) (as previously recorded)	456,192	1,083,456	(999,488)	(66,379)	(156,450)	136,858	(32,990)	1,774,811	2,196,010	3,851	2,199,861
Restatement*	-	-	-	-	-	(136,858)	-	136,858	-	-	-
Balance as at 31 December 2021 / 1 January 2022 (Restated)	456,192	1,083,456	(999,488)	(66,379)	(156,450)	-	(32,990)	1,911,669	2,196,010	3,851	2,199,861
Profit for the period	-	-	-	-	-	-	-	90,238	90,238	119	90,357
Other comprehensive income for the period	-	-	-	43,490	(105,545)	-	-	-	(62,055)	-	(62,055)
Total comprehensive income for the period	-	-	-	43,490	(105,545)	-	-	90,238	28,183	119	28,302
<i>Transactions with shareholders of the Group:</i>											
Dividends approved (Note 15)	-	-	-	-	-	-	-	(136,858)	(136,858)	-	(136,858)
<i>Other equity movement:</i>											
Other adjustments	-	-	-	-	-	-	-	(367)	(367)	593	226
<b>At 30 June 2022 (Reviewed)</b>	<b>456,192</b>	<b>1,083,456</b>	<b>(999,488)</b>	<b>(22,889)</b>	<b>(261,995)</b>	<b>-</b>	<b>(32,990)</b>	<b>1,864,682</b>	<b>2,086,968</b>	<b>4,563</b>	<b>2,091,531</b>
Balance as at 31 December 2020 / 1 January 2021 (Audited) (as previously recorded)	456,192	1,083,456	(999,488)	(64,782)	(39,952)	4,562	(32,990)	1,642,496	2,049,494	1,356	2,050,850
Restatement*	-	-	-	-	-	(4,562)	-	4,562	-	-	-
Balance as at 31 December 2020 / 1 January 2021 (Restated)	456,192	1,083,456	(999,488)	(64,782)	(39,952)	-	(32,990)	1,647,058	2,049,494	1,356	2,050,850
Profit for the period	-	-	-	-	-	-	-	117,109	117,109	155	117,264
Other comprehensive income for the period	-	-	-	7,611	(47,458)	-	-	-	(39,847)	17	(39,830)
Total comprehensive income for the period	-	-	-	7,611	(47,458)	-	-	117,109	77,262	172	77,434
<i>Transactions with shareholders of the Group:</i>											
Dividends approved (Note 15)	-	-	-	-	-	-	-	(4,562)	(4,562)	-	(4,562)
<i>Other equity movement:</i>											
Other adjustments	-	-	-	1,594	-	-	-	-	1,594	945	2,539
<b>At 30 June 2021 (Reviewed)</b>	<b>456,192</b>	<b>1,083,456</b>	<b>(999,488)</b>	<b>(55,577)</b>	<b>(87,410)</b>	<b>-</b>	<b>(32,990)</b>	<b>1,759,605</b>	<b>2,123,788</b>	<b>2,473</b>	<b>2,126,261</b>

\*Refer note 22

The independent auditor's review report is set out on page A.

The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information





Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of cashflows  
For the six-month period ended 30 June 2022

	<i>Six-month period ended</i>	
	<i>30 June 2022</i>	<i>30 June 2021</i>
	<i>Notes</i> <b>QR'000</b> <i>(Reviewed)</i>	<i>QR'000</i> <i>(Reviewed)</i>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss) / profit before tax from:		
Continuing operations	<b>(39,605)</b>	175,194
Discontinued operations	<b>21 131,170</b>	-
<b>Profit before income tax including discontinued operations</b>	<b>91,565</b>	175,194
<i>Adjustments for:</i>		
Depreciation and amortization	<b>80,711</b>	243,382
Impairment loss on financial and contract assets – net	<b>9,952</b>	12,928
Provision of obsolete and slow-moving inventories	<b>3,579</b>	8,742
Gain on disposal of property, plant and equipment	<b>(730)</b>	(926)
Gain on disposal of investment properties	-	(10,500)
Gain on disposal of a subsidiary	-	(4,245)
Reversal of provisions	-	(119)
Finance income	<b>(1,730)</b>	(1,791)
Finance costs	<b>120,686</b>	173,667
Share of results from associate and joint venture companies	<b>(5,576)</b>	(16,594)
Write off of property plant and equipment	<b>8 251</b>	32
Gain on de-recognition of right-of-use assets and lease liabilities	-	294
Provision for employees' end of service benefits	<b>13,636</b>	22,705
Operating profit before working capital changes:	<b>312,344</b>	602,769
<i>Changes in:</i>		
Trade and other receivables	<b>(387,082)</b>	(170,126)
Inventories	<b>(162,602)</b>	75,114
Due from / to related parties (net)	<b>32,063</b>	(5,802)
Trade and other payables	<b>111,456</b>	(241,018)
Cash flows from operating activities	<b>(87,236)</b>	260,937
Finance costs paid	<b>(94,098)</b>	(160,143)
Employees' end of service benefits paid	<b>(8,112)</b>	(18,328)
Social and sports contribution paid	<b>(6,585)</b>	(357)
Cash (used in) / generated from operating activities from continuing operations	<b>(196,031)</b>	82,109
Cash used in operating activities from discontinued operations	<b>(146,785)</b>	-
Net cash (used in) / generated from operating activities	<b>(342,816)</b>	82,109
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of financial assets – equity instruments	-	(2,032)
Proceeds from disposal of property, plant and equipment	<b>2,847</b>	8,835
Dividends received	<b>11,349</b>	19,949
Acquisition of investment in associate companies	-	(681)
Additions to goodwill and intangible assets	<b>(141)</b>	(63,640)
Net cash outflows from acquisition of a subsidiary	-	(33,639)
Proceeds from disposal of a subsidiary	-	4,245
Acquisition of property, plant and equipment	<b>(40,035)</b>	(75,243)
Interest received	<b>1,730</b>	1,792
Proceeds from sale of investment properties	-	19,255
Cash flows used in investing activities – continuing operations	<b>(24,250)</b>	(121,159)
Cash flows used in investing activities – discontinued operations	<b>(278,353)</b>	-
Net cash flows used in investing activities	<b>(302,603)</b>	(121,159)

**The interim condensed consolidated statement of cashflows continues the next page.**

The independent auditor's review report is set out on page A.

The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information



Mannai Corporation Q.P.S.C.  
Interim condensed consolidated statement of cashflows (continued)  
For the six-month period ended 30 June 2022

	Notes	Six-month period ended	
		30 June 2022	30 June 2021
		QR'000 (Reviewed)	QR'000 (Reviewed)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payment of lease liabilities	9	(48,146)	(103,342)
Dividends paid	15	(136,858)	(4,562)
Cashflows from borrowings – net		<u>343,823</u>	<u>(103,311)</u>
Cash flows generated from / (used in) financing activities from continuing operations		158,819	(211,215)
Cash flows used in financing activities from discontinued operations		<u>(153,075)</u>	<u>-</u>
Cash flows generated from / (used in) financing activities		<u>5,744</u>	<u>(211,215)</u>
<b>Net change in cash and cash equivalents</b>		<b>(639,675)</b>	<b>(250,265)</b>
Cash and cash equivalents at beginning of period		<u>724,830</u>	<u>867,104</u>
<b>Cash and cash equivalents at end of period including assets held for sale</b>		<b>85,155</b>	<b>616,839</b>
Less cash and cash equivalents at end of period from assets held for sale		<u>(257,898)</u>	<u>-</u>
<b>(Cash overdraft) / Cash and cash equivalents at end of period</b>	3	<b><u>(172,743)</u></b>	<b><u>616,839</u></b>



The independent auditor's review report is set out on page A.  
The attached notes from 1 to 23 form an integral part of these interim condensed consolidated financial information

**Mannai Corporation Q.P.S.C.**  
**Notes to the interim condensed consolidated financial information**  
For the six-month period ended 30 June 2022

---

**1. CORPORATE INFORMATION**

Mannai Corporation Q.P.S.C. (the “Company”) is registered as a Qatari Shareholding Company in the State of Qatar with the Ministry of Commerce and Industry under Commercial Registration Number 12. The registered office of the Company is situated on East Industrial Street, PO Box 76, Doha, State of Qatar. The Company is listed on the Qatar Exchange.

The Company’s ultimate controlling entity is Qatar Investments & Project Development Holding Company WLL (“QIPCO”).

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

The interim condensed consolidated financial information as at and for the six months ended 30 June 2022 comprise the financial information of the Company and its controlled subsidiaries.

The structure of the Group has not changed since the latest annual consolidated financial statements as at and for the year ended 31 December 2021 (the “latest annual financial statements”).

The interim condensed consolidated financial information of the Group were authorised for issue by the Company’s Board of Directors on the **14 August 2022**.

**2. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of preparation**

These interim condensed consolidated financial information are prepared in accordance with IAS 34 “Interim Financial Reporting” under the historical cost convention except for certain financial instruments which have been stated at fair value. They do not include all of the information required for a complete set of IFRS Financial information, therefore should be read in conjunction with the audited consolidated financial statements of the Group as at and for the year ended 31 December 2021. In addition, results for the six-month period ended 30 June 2022 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2022. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the latest annual financial statements.

**2.2 USE OF JUDGMENTS AND ESTIMATES**

The preparation of the interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty and financial risk management objectives and policies were consistent with those described in the Group’s latest annual financial statements.

**2.3 SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies applied in these interim condensed consolidated financial information are consistent with those applied in the Group’s latest annual financial statements as at and for the year ended 31 December 2021, except for what is disclosed below as change in accounting policy.

### 2.3 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

- **New and amended standards adopted by the Group**

A number of new or amended standards became applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as these are not applicable to the interim condensed consolidated financial information.

- **Impact of new standards (issued but not yet adopted by the Group)**

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been adopted by the Group. The management of the Group is in the process of assessing the impact of these new standards, interpretation and amendments which will be adopted in the Group's financial information as and when they are applicable.

- **Change in accounting policy**

***Inventory and gold loans policy:***

As a result of the restatement disclosed in note 22, the Group has changed its accounting policy relating to inventory and gold loans as disclosed below.

The Group recognises the gold inventory at the date of transfer of control over inventory to the Group. Gold inventory is recognised as inventory on delivery with a corresponding liability based on the forward commodity price for the expected date of settlement on date of delivery.

Any subsequent changes in the gold prices are adjusted with the cost of the inventory on the basis that such changes are part of the purchase and other costs incurred in bringing the inventory to its present location and condition.

### 3. CASH AND CASH EQUIVALENTS

	<b>30 June 2022 QR'000 (Reviewed)</b>	<b>31 December 2021 QR'000 (Audited)</b>
Cash and cash equivalents	<b>98,556</b>	1,039,061
Less: restricted cash	<b>(3,174)</b>	(1,135)
	<b>95,382</b>	1,037,926
Less: bank overdrafts	<b>(268,125)</b>	(313,096)
(Cash overdraft) / cash and cash equivalents	<b>(172,743)</b>	724,830

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, the management of the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are credit-impaired and taking into account the historical default experience and the current credit ratings of the bank, management of the Group have assessed that the expected credit loss is insignificant on these balances.

# Mannai Corporation Q.P.S.C.

## Notes to the interim condensed consolidated financial information

For the six-month period ended 30 June 2022

### 4. TRADE AND OTHER RECEIVABLES

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <i>2021</i> <i>QR'000</i> <i>(Audited)</i>
Trade receivables	1,213,560	2,243,362
Contract assets	1,317,341	2,148,318
Tax receivables	1,755	375,175
Receivables transferred to factoring companies	-	432,064
Advances to suppliers	66,998	59,416
Prepayments	58,285	136,666
Deposits	19,682	19,726
Others	88,305	144,257
	<u>2,765,926</u>	<u>5,558,984</u>
Less: Allowance for impairment of receivables and contract assets	<u>(60,227)</u>	<u>(229,836)</u>
	<u>2,705,699</u>	<u>5,329,148</u>

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

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <i>2021</i> <i>QR'000</i> <i>(Audited)</i>
Current	2,624,518	4,954,683
Non-current	81,181	374,465
	<u>2,705,699</u>	<u>5,329,148</u>

### 5. INVENTORIES

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <i>2021</i> <i>QR'000</i> <i>(Audited)</i> <i>Restated*</i>
Gold and other jewellerys, net of consignment inventory	1,433,635	1,413,924
Work-in-progress	47,425	133,680
Merchandises, spares and tools	488,578	395,334
Vehicles and heavy equipment	131,839	127,335
Industrial supplies	11,510	10,742
Others	5,356	4,868
	<u>2,118,343</u>	<u>2,085,883</u>
Less: Provision for obsolete and slow-moving items	<u>(139,711)</u>	<u>(146,347)</u>
	<u>1,978,632</u>	<u>1,939,536</u>

\*Refer note 22

### 6. INVESTMENT IN ASSOCIATE COMPANIES

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>
Beginning of the period	953,035
Disposed during the period	(44,993)
Dividends received	(3,308)
Share of results from associate companies	68
Foreign exchange difference	(152)
End of the period	<u>904,650</u>

Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

**7 INTANGIBLE ASSETS**

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <i>2021</i> <i>QR'000</i> <i>(Audited)</i>
Beginning of the period / year	<b>5,819,319</b>	6,032,986
Additions during the period / year	<b>141</b>	132,055
Arising from business combination	-	99,959
Disposals	-	(4,421)
Amortization for the period / year	<b>(476)</b>	(151,751)
Assets held for sale	<b>(4,795,352)</b>	-
Foreign exchange difference	<b>(88,706)</b>	(289,509)
End of the period / year	<b>934,926</b>	5,819,319

**8 PROPERTY, PLANT AND EQUIPMENT**

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>
Net book value - beginning of the period	<b>911,649</b>
Additions during the period	<b>40,035</b>
Disposals during the period	<b>(8,969)</b>
Accumulated depreciation related to disposal	<b>6,852</b>
Charge for the period	<b>(36,602)</b>
Write-off of property, plant and equipment	<b>(251)</b>
Assets held for sale	<b>(220,508)</b>
Foreign exchange difference	<b>(202)</b>
Net book value – end of the period	<b>692,004</b>

**9 LEASES**

**(a) Right-of-use assets**

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>
At beginning of the period	<b>520,812</b>
Amortisation charge for the period	<b>(43,546)</b>
Additions to right-of-use assets during the period	<b>15,741</b>
Impact from modifications of leases (i)	<b>1,592</b>
Foreign exchange difference	<b>(232)</b>
Assets held for sale	<b>(325,474)</b>
	<b>168,893</b>

Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

**9 LEASES (CONTINUED)**

**(b) Lease liabilities**

	<i>30 June 2022 QR'000 (Reviewed)</i>
At beginning of the period	544,446
Additions during the period	15,741
Impact from modification of leases (i)	1,577
Interest expense	4,511
Lease payments	(48,146)
Foreign exchange difference	(213)
Assets held for sale	(337,534)
	<u>180,382</u>

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

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Current	76,265	191,515
Non-current	104,117	352,931
	<u>180,382</u>	<u>544,446</u>

*Note (i):*

The Group and the respective lessors, in case of certain leases, have agreed to amend the lease considerations while the other terms being unchanged. At the effective date of the modification, the Group remeasured the lease liability based on the remaining lease term, revised lease rates, and the Group incremental borrowing rate. On the respective modification dates, the Group has recognised the difference between the carrying amount of the modified lease liability and the lease liability immediately before the modification as an adjustment to the right-of-use assets.

**10 BORROWINGS**

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited) Restated*</i>
Working capital facilities and others	2,290,619	1,979,805
Gold loans	500,271	470,426
Term loans	2,954,317	4,528,440
Liabilities to bondholders	-	776,646
	<u>5,745,207</u>	<u>7,755,317</u>

\*Refer note 22

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

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Current	5,131,426	3,213,385
Non-current	613,781	4,541,932
	<u>5,745,207</u>	<u>7,755,317</u>

Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

**11 TRADE AND OTHER PAYABLES**

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Trade payables	578,985	1,859,342
Tax and social security payable	-	1,387,103
Accrued expenses and others	1,092,076	1,070,637
Contract liabilities	262,034	1,108,929
Dividends payable	1,195	3,965
	<u>1,934,290</u>	<u>5,429,976</u>

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

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Current	1,842,386	5,343,281
Non-current	91,904	86,695
	<u>1,934,290</u>	<u>5,429,976</u>

**12 SHARE CAPITAL**

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Authorised, issued and fully paid shares of QR 1 each	<u>456,192</u>	<u>456,192</u>

**13 RESERVES**

**a) Legal reserve**

As required by the Qatar Commercial Companies' Law No. 11 of 2015, as amended by Law number 8 of 2021, 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 maximum required level. Further, during 2012, an amount of QR 933.4 million, being the net share premium amount arising out of the rights issue was transferred to legal reserve in accordance with requirements of the above law. The reserve is not available for distribution except in the circumstances stipulated in the Qatar Commercial Companies Law and the Company's Articles of Association.

**b) Acquisition reserve**

The acquisition reserve represents the difference between the decrease/increase in the non-controlling interests and the consideration paid or received in case of acquisitions or disposal of subsidiaries without change in control, and is recognised directly in equity attributed to the shareholders of the Company.

**c) Foreign currency translation reserve**

The translation reserve comprises all foreign currency differences arising from the translation of the financial information of foreign operations.



Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

#### 14 REVENUE

The Group's operations and main revenue streams are those described in the latest annual financial statements. The Group's revenue is derived mainly from contracts with customers.

##### Disaggregation of revenue

Revenue from contracts with customers disaggregated by major products and service lines, is listed in note 19. The Groups revenue disaggregated by geographic location is illustrated below

	<b>Six-month period ended</b>	
	<i>30 June</i> <b>2022</b> <i>QR'000</i> <i>(Reviewed)</i>	<i>30 June</i> <b>2021</b> <i>QR'000</i> <i>(Reviewed)</i>
Qatar	2,133,899	1,914,168
Other GCC countries	553,145	490,028
Other	7,451	16,270
	<b>2,694,495</b>	<b>2,420,466</b>

#### 15 DIVIDENDS

During the period, the Shareholders approved dividend amounting to QR 136.9 million (2021: QR 4.6 million).

#### 16 EARNINGS PER SHARE

	<b>Six-month period ended</b>	
	<i>30 June</i> <b>2022</b> <i>(Reviewed)</i>	<i>30 June</i> <b>2021</b> <i>(Reviewed)</i>
Net profit for the period attributable to shareholders of the Company (in QR'000)	<b>90,238</b>	117,109
Weighted average number of shares at the end of the period (refer note 12)	<b>456,192,000</b>	456,192,000
Basic and diluted earnings per share (QR)	<b>0.20</b>	0.26

#### 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.

	<i>30 June</i> <b>2022</b> <i>QR'000</i> <i>(Reviewed)</i>	<i>31 December</i> <b>2021</b> <i>QR'000</i> <i>(Audited)</i>
<b>Due from related parties</b>		
Receivable from joint venture and associate companies	5,847	33,813
Long term loans to joint venture and associate companies, net	<b>37,278</b>	48,602
	<b>43,125</b>	82,415

Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

---

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

	<b>30 June 2022 QR'000 (Reviewed)</b>	31 December 2021 QR'000 (Audited)
Current	<b>5,847</b>	33,813
Non-current	<b>37,278</b>	48,602
	<b>43,125</b>	82,415
<b>Due to related parties</b>		
Payable to joint venture and associate companies	<b>585</b>	4,543

**Related party transactions**

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

	<i>Six-month period ended</i>	
	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>
Sales	<b>20,355</b>	35,595
Purchases	<b>1,215</b>	653

**Compensation of key management personnel**

	<i>Six-month period ended</i>	
	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>30 June 2021 QR'000 (Reviewed)</i>
Short-term benefits	<b>5,499</b>	5,482
Post-employment benefits	<b>426</b>	306
	<b>5,925</b>	5,788

**18 CONTINGENCIES AND COMMITMENTS**

**a) Contingent liabilities**

(i) Litigations position reported in the Group's annual consolidated financial statements as at 31 December 2021 have not materially changed as at 30 June 2022.

**18 CONTINGENCIES AND COMMITMENTS (CONTINUED)**

(ii) The Group's outstanding facilities are as follows:

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Letters of guarantee	<b>1,008,402</b>	1,381,836
Letters of credit	<b>40,640</b>	40,058
Stand-by letters of credit	<b>40,748</b>	672,104
	<b><u>1,089,790</u></b>	<u>2,093,998</u>

Stand-by letters of credit are provided by banks in favor of the suppliers of gold who have loaned gold on an unfixed basis to the Group.

**b) Commitments**

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Capital commitments		
Capital work in progress – contracted but not provided for	<b><u>3,394</u></b>	<u>3,288</u>

**c) Contingent liabilities and commitments related to joint venture and associate companies**

	<i>30 June 2022 QR'000 (Reviewed)</i>	<i>31 December 2021 QR'000 (Audited)</i>
Contingent liabilities		
Letters of guarantee	<b>38,463</b>	38,372
Letters of credit	<b><u>37,581</u></b>	<u>38,019</u>
	<b><u>76,044</u></b>	<u>76,391</u>

Mannai Corporation Q.P.S.C.

Notes to the interim condensed consolidated financial information

For the six-month period ended 30 June 2022

19 SEGMENT REPORTING

By operating segments

Segment	Information Technology QR'000	Auto Group QR'000	Energy & Industrial Markets QR'000	Geotechnical Services QR'000	Logistics QR'000	Travel QR'000	Engineering QR'000	Jewellery Trading QR'000	Telecom Retail QR'000	Others QR'000	Total QR'000
<b>30 June 2022 (Reviewed)</b>											
Revenue	<u>1,446,260</u>	<u>429,594</u>	<u>100,532</u>	<u>26,988</u>	<u>11,990</u>	<u>16,308</u>	<u>48,933</u>	<u>553,145</u>	<u>-</u>	<u>60,745</u>	<u>2,694,495</u>
Gross profit	<u>190,653</u>	<u>80,005</u>	<u>16,452</u>	<u>7,261</u>	<u>6,853</u>	<u>15,080</u>	<u>6,315</u>	<u>140,224</u>	<u>-</u>	<u>26,460</u>	<u>489,303</u>
EBITDA	<u>120,159</u>	<u>48,610</u>	<u>7,121</u>	<u>(379)</u>	<u>4,580</u>	<u>7,174</u>	<u>(2,955)</u>	<u>35,073</u>	<u>(6,592)</u>	<u>(50,999)</u>	<u>161,792</u>
<b>30 June 2022 (Reviewed)</b>											
Segment assets	<u>10,831,559</u>	<u>507,869</u>	<u>127,081</u>	<u>56,637</u>	<u>22,893</u>	<u>53,599</u>	<u>90,234</u>	<u>1,884,095</u>	<u>801,354</u>	<u>2,509,889</u>	<u>16,885,210</u>
Segment liabilities	<u>7,924,766</u>	<u>130,782</u>	<u>61,091</u>	<u>45,444</u>	<u>5,136</u>	<u>21,232</u>	<u>95,492</u>	<u>1,020,901</u>	<u>-</u>	<u>5,488,835</u>	<u>14,793,679</u>
<b>30 June 2021 (Reviewed)</b>											
Revenue	<u>1,243,924</u>	<u>445,091</u>	<u>113,590</u>	<u>26,786</u>	<u>11,274</u>	<u>7,672</u>	<u>37,747</u>	<u>490,028</u>	<u>-</u>	<u>44,354</u>	<u>2,420,466</u>
Gross profit	<u>164,187</u>	<u>72,346</u>	<u>19,905</u>	<u>7,898</u>	<u>6,446</u>	<u>6,536</u>	<u>7,210</u>	<u>132,898</u>	<u>-</u>	<u>20,566</u>	<u>437,992</u>
EBITDA	<u>105,660</u>	<u>40,478</u>	<u>10,780</u>	<u>2,766</u>	<u>4,192</u>	<u>1,018</u>	<u>(145)</u>	<u>60,160</u>	<u>(6,594)</u>	<u>4,793</u>	<u>223,108</u>
<b>31 December 2021 (Audited)</b>											
Segment assets	<u>10,679,625</u>	<u>495,746</u>	<u>91,607</u>	<u>64,366</u>	<u>21,617</u>	<u>47,840</u>	<u>74,308</u>	<u>1,887,063</u>	<u>807,946</u>	<u>2,521,526</u>	<u>16,691,644</u>
Segment liabilities	<u>8,070,957</u>	<u>114,536</u>	<u>51,288</u>	<u>49,191</u>	<u>8,233</u>	<u>19,317</u>	<u>73,309</u>	<u>1,009,414</u>	<u>-</u>	<u>5,095,538</u>	<u>14,491,783</u>

Mannai Corporation Q.P.S.C.  
Notes to the interim condensed consolidated financial information  
For the six-month period ended 30 June 2022

---

## 20 FAIR VALUE MEASUREMENTS

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted prices (unadjusted) prices in active markets for identical assets or liabilities that the Group can access at the measurement date;

Level 2: Inputs other than quoted prices included within level 1 that are observable for the assets or liability, either directly or indirectly; and

Level 3: Unobservable inputs for the asset or liability.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

<b>As at 30 June 2022</b>	<b>Level 1</b> <i>QR'000</i> <i>(Reviewed)</i>	<b>Level 2</b> <i>QR'000</i> <i>(Reviewed)</i>	<b>Level 3</b> <i>QR'000</i> <i>(Reviewed)</i>	<b>Total</b> <i>QR'000</i> <i>(Reviewed)</i>
<b>Financial assets</b>				
<b>Financial assets at fair value through other comprehensive income</b>	-	-	<b>8,357</b>	<b>8,357</b>
<b>Total financial assets</b>	-	-	<b>8,357</b>	<b>8,357</b>

<b>As at 31 December 2021</b>	<b>Level 1</b> <i>QR'000</i> <i>(Audited)</i>	<b>Level 2</b> <i>QR'000</i> <i>(Audited)</i>	<b>Level 3</b> <i>QR'000</i> <i>(Audited)</i>	<b>Total</b> <i>QR'000</i> <i>(Audited)</i>
<b>Financial assets</b>				
<b>Financial assets at fair value through other comprehensive income</b>			8,366	8,366
<b>Financial assets at fair value through profit or loss</b>			3,444	3,444
<b>Total financial assets</b>			<b>11,810</b>	<b>11,810</b>

The investments classified under Level 3 category have been fair-valued based on information available for each investment such as net asset value.

There were no transfers between Level 2 and Level 3 and no transfers into and out of Level 1 fair value measurements during the six-month period ended 30 June 2022 (30 June 2021: QR nil).

The fair values of financial assets and financial liabilities measured at amortised cost are not materially different from their carrying values in the interim condensed consolidated statement of financial position, as these assets and liabilities are either of short-term maturities or are re-priced frequently based on market movement in interest rates.

## 21 DISCONTINUED OPERATION

### a) Description

On 18 January 2022, the Board of Directors approved entering into exclusive negotiations with a group of investors, in relation to a transaction to dispose of the Group's entire shareholding in Inetum S.A group ("Inetum"). On 27 April 2022 the Group signed a Share Purchase Agreement ("SPA") with the a buyer to execute the aforementioned transaction.

The associated assets and liabilities were consequently presented as held for sale as at 30 June 2022. The Group completed the disposal subsequent to the period ended 30 June 2022 (note 23). The interim condensed consolidated statements of profit or loss and other comprehensive income for the comparative period have been re-presented to present the discontinued operations separately to be comparable with the current period.

### b) Financial performance and cash flow information

The financial performance and cash flow information for the discontinued operations presented is for the six months ended 30 June 2022.

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>	<i>30 June</i> <i>2021</i> <i>QR'000</i> <i>(Reviewed)</i>
Revenue	4,544,584	4,864,377
Expenses	(4,387,147)	(4,740,611)
Other income	32,493	22,243
<b>Profit before income tax</b>	<b>189,930</b>	<b>146,009</b>
Income tax expense	(58,760)	(55,753)
<b>Profit after income tax of discontinued operation</b>	<b>131,170</b>	<b>90,256</b>

### c) Assets and liabilities of disposal group classified as held for sale

	<i>30 June</i> <i>2022</i> <i>QR'000</i> <i>(Reviewed)</i>
<b>Assets classified as held for sale</b>	
Intangible assets	4,795,352
Accounts receivable	1,566,020
Other current assets	2,963,601
<b>Total assets of disposal group held for sale</b>	<b>9,324,973</b>
<b>Liabilities directly associated with assets classified as held for sale</b>	
Trade and other payables	1,257,549
Borrowings	2,080,280
Other current liabilities	3,188,591
<b>Total liabilities of disposal group held for sale</b>	<b>6,526,420</b>

## 22 RESTATEMENT

### a) Damas gold and jewellery accounting

The Group enters into gold loan financing arrangements with certain financial institutions for working capital purposes. Pursuant to the terms of these arrangements the gold price is not fixed at the time the Group obtains control of the Gold, the price is fixed on settlement date. In prior periods, the inventory and gold loans were not recorded in the condensed consolidated financial statements until the gold price was fixed.

During the half year ended 30 June 2022, management reassessed the accounting treatment of the gold loan arrangements considering the contractual terms of the relevant agreements and judged that the arrangement is a financing arrangement and consequently the gold inventory and the corresponding obligation should be recorded when the Group obtains control of the Gold.

Management considered the inventory recognition requirements in IAS 2 “Inventories”, the indicators of control in IFRS 15 “Revenue from contracts with customers” and the definition of control in IFRS 10 “Consolidated financial statements” and judged that the inventory meets the definition of Inventory in IAS 2 and the Group obtains control of inventory on drawdown date. As such, the Group should have recognised the inventory and the corresponding obligations in prior year financial statements. As a result, management has restated the comparatives to recognise the gold inventory and the corresponding bank borrowings (unfixed) on the interim condensed consolidated financial information.

### b) Proposed dividend reserve

The Group historically created an optional reserve for dividends proposed by the Board of Directors prior to them being approved by the shareholders. During the period, management changed its accounting policy and decided not to create such reserve and therefore the comparative financial information were restated in accordance with IAS 8 ‘Changes in Accounting Estimates and Errors’. However, such reclassification did not have any effect on the reported profit, total assets and equity of the comparative period.

Summary of the effects of the above restatements on the previously reported figures are as follows:

<b>Interim condensed consolidated statement of financial position 31 December 2021- extract</b>	<b>Previously reported QR'000</b>	<b>Restatement QR'000</b>	<b>Restated QR'000</b>
Inventories	a 1,469,110	470,426	1,939,536
Borrowings - current portion	a 2,742,959	470,426	3,213,385
Proposed dividends	b 136,858	(136,858)	-
Retained earnings	b 1,774,811	136,858	1,911,669
<b>Interim condensed consolidated statement of financial position 31 December 2020 / 1 January 2021- extract</b>	<b>Previously reported QR'000</b>	<b>Restatement QR'000</b>	<b>Restated QR'000</b>
Proposed dividends	b 4,562	(4,562)	-
Retained earnings	b 1,642,496	4,562	1,647,058

## 23 SUBSEQUENT EVENTS

Subsequent to the period ended 30 June 2022, the Group completed the disposal of its investment in Inetum after the satisfactory completion of mandatory legal and regulatory approvals. Consequently, the Group deconsolidated its investment in Inetum and received cash proceeds from the disposal amounting to Euro 1.05 billion on 21 July 2022. Furthermore, the remaining outstanding balance of the acquisition related loan was settled with a local bank.