

Gulf International Services Q.S.C.
Unaudited Interim Condensed Consolidated Financial Statements
March 31, 2017

Gulf International Services Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

For the three month period ended March 31, 2017

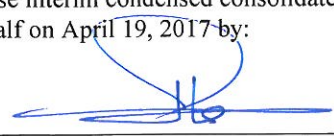
	<i>31 March 2017</i> <i>QR '000</i> <i>(Unaudited)</i>	<i>31 March 2016</i> <i>QR '000</i> <i>(Unaudited)</i>
Revenue	607,765	775,168
Direct costs	<u>(520,002)</u>	<u>(637,546)</u>
GROSS PROFIT	87,763	137,622
Finance income	8,540	5,978
Net gains/(loss) on financial assets at fair value through profit or loss	3,678	(1,096)
Other income	14,194	14,059
Finance cost	(37,456)	(20,941)
General and administrative expenses	<u>(61,637)</u>	<u>(56,692)</u>
PROFIT FOR THE PERIOD	<u>15,082</u>	<u>78,930</u>
Other comprehensive income/(loss)		
Net movement in fair value of available-for-sale investments	(1,025)	(1,773)
Net foreign exchange difference on translation of foreign operations	<u>303</u>	<u>(232)</u>
Other comprehensive income/(loss) for the period	<u>(722)</u>	<u>(2,005)</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>14,360</u>	<u>76,925</u>
Earnings per share		
Basic and diluted earnings per share (Qatari Riyals)	<u>0.08</u>	<u>0.42</u>


INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

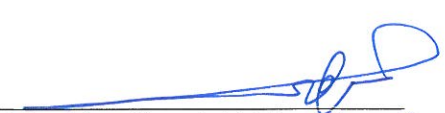
As at March 31, 2017

	31 March 2017 QR '000 (Unaudited)	31 December 2016 QR '000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	7,279,293	7,338,859
Goodwill	303,559	303,559
Intangible assets	1,946	2,224
Held-to-maturity financial assets	3,592	85,468
Available-for-sale financial assets	337,458	321,930
Total non-current assets	7,925,848	8,052,040
Current assets		
Inventories	210,952	218,614
Due from related parties	353,290	309,533
Accounts receivable, prepayments and other debit balances	660,747	720,377
Insurance contract receivables	257,451	266,999
Financial assets at fair value through profit or loss	200,488	214,149
Cash and bank balances	1,173,691	1,335,724
Total current assets	2,856,619	3,065,396
Total assets	10,782,467	11,117,436
EQUITY AND LIABILITIES		
Equity		
Share capital	1,858,409	1,858,409
Legal reserve	352,294	352,294
General reserve	74,516	74,516
Foreign currency translation reserve	1,628	1,325
Fair value reserve	11,214	12,239
Retained earnings	1,329,226	1,499,985
Total equity	3,627,287	3,798,768
LIABILITIES		
Non-current liabilities		
Employees' end of service benefits	72,409	70,794
Provision for decommissioning costs	92,088	92,088
Loans and borrowings	4,452,618	4,629,862
Total non-current liabilities	4,617,115	4,792,744
Current liabilities		
Accounts payable, insurance payables and accruals	1,478,992	1,483,030
Dividends payable	114,425	100,210
Due to related parties	6,728	2,712
Loans and borrowings	937,920	939,972
Total current liabilities	2,538,065	2,525,924
Total liabilities	7,155,180	7,318,668
Total equity and liabilities	10,782,467	11,117,436

These interim condensed consolidated financial statements were approved by the Board of Directors and signed on its behalf on April 19, 2017 by:


Khalid Bin Khalifa Al-Thani
Chairman


Suleiman Haidar Al-Haider
Vice-Chairman


Ebrahim Ahmad Al-Mannai
Managing Director

Gulf International Services Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended March 31, 2017

	Share capital QR '000	Legal reserve QR '000	General reserve QR '000	Foreign currency translation reserve QR '000	Fair value reserve QR '000	Retained earnings QR '000	Total QR '000
Balance at 1 January 2017	1,858,409	352,294	74,516	1,325	12,239	1,499,985	3,798,768
Profit for the period	-	-	-	-	-	15,082	15,082
Other comprehensive income	-	-	-	303	(1,025)	(722)	(722)
Dividends declared	-	-	-	-	-	(185,841)	(185,841)
Balance at 31 March 2017	1,858,409	352,294	74,516	1,628	11,214	1,329,226	3,627,287
Balance at 1 January 2016	1,858,409	340,893	74,516	871	21,200	1,631,940	3,927,829
Profit for the period	-	-	-	-	-	78,930	78,930
Other comprehensive income	-	-	-	(232)	(1,773)	(2,005)	(2,005)
Dividends declared	-	-	-	-	-	(185,841)	(185,841)
Balance at 31 March 2016	1,858,409	340,893	74,516	639	19,427	1,525,029	3,818,913

Gulf International Services Q.S.C.

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three month period ended March 31, 2017

	31 March 2017 QR '000 (Unaudited)	31 March 2016 QR '000 (Unaudited)
OPERATING ACTIVITIES		
Profit for the period	15,082	78,930
Adjustments for:		
Depreciation and amortization	137,374	124,202
Provision for employees' end of service benefits	4,318	4,947
Gain on sale of securities	(3,019)	-
Finance expenses	37,456	20,941
Unrealized gain (loss) on financial assets through profit and loss	(3,678)	1,096
Amortization of discount of held to maturity assets	(24)	(23)
Change in foreign currency translation reserve	303	(232)
Finance income	(8,540)	(5,978)
Loss/(profit) on disposal of property, plant and equipment	-	(103)
Net operating profit before working capital changes	179,272	223,780
Inventories	7,662	(712)
Accounts receivable and prepayments	25,421	121,359
Accounts payable, insurance payables and accruals	(23)	15,504
Cash from operations	212,332	359,931
Employees' end of service benefits paid	(2,703)	(6,281)
Net cash from operating activities	209,629	353,650
INVESTING ACTIVITIES		
Interest income	8,540	5,978
Proceeds from disposal of financial assets	143,465	-
Proceeds from disposal of property, plant and equipment	-	604
Acquisition of financial assets	(57,760)	(191)
Time deposits with maturities in excess of three months	96,650	(41,327)
Acquisition of property, plant and equipment	(77,529)	(587,871)
Cash at banks - restricted for dividends	(14,216)	(15,183)
Net cash from investing activities	99,150	(637,990)
FINANCING ACTIVITIES		
Proceeds from loans	-	837,200
Repayment of loans and borrowings	(179,296)	(328,810)
Dividends paid	(171,625)	(170,658)
Finance costs paid	(37,456)	(20,941)
Net cash used in financing activities	(388,377)	316,791
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(79,598)	32,451
Cash and cash equivalents at beginning of period	697,543	394,480
CASH AND CASH EQUIVALENTS AT 31 MARCH *	617,945	426,931

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