Gulf International Services Q.S.C.

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2016

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the nine month period ended 30 September 2016

	30 September 2016 QR '000 (Unaudited)	30 September 2015 QR '000 (Unaudited)
Revenue Direct costs GROSS PROFIT	2,314,822 (1,908,067) 406,755	3,268,418 (2,254,672) 1,013,746
Finance income Net gains/(loss) on financial assets at fair value through profit or loss Other income Finance cost General and administrative expenses	18,636 4,642 16,955 (88,871) (169,055)	15,279 (1,521) 38,116 (58,699) (184,650)
PROFIT FOR THE PERIOD	189,062	822,270
Other comprehensive income/(loss) Net movement in fair value of available-for-sale investments Net foreign exchange difference on translation of foreign operations	(1,860)	(16,587)
Other comprehensive income/(loss) for the period	(1,463)	(15,990)_
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	187,599	806,280
Earnings per share Basic and diluted earnings per share (Qatari Riyals)	1.02	4.42

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2016

At 30 September 2016	30 September 2016	31 December 2015
	QR '000	QR '000
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	7,534,735	7,364,128
Goodwill	303,559	303,559
Intangible assets	2,503	3,336
Held-to-maturity financial assets	85,563	85,521
Available-for-sale financial assets	328,747_	314,419
Total non-current assets	8,255,107	8,070,963
Current assets		
Inventories	219,705	221,984
Due from related parties	436,197	598,460
Accounts receivable, prepayments and other debit		
balances	681,960	841,481
Insurance contract receivables	243,836	328,237
Financial assets at fair value through profit or loss	211,058	206,417
Cash and bank balances	1,512,716	961,207
Total current assets	3,305,472	3,157,786
Total assets	11,560,579	11,228,749
EQUITY AND LIABILITIES		
Equity		
Share capital	1,858,409	1,858,409
Legal reserve	340,893	340,893
General reserve	74,516	74,516
Foreign currency translation reserve	1,268	871
Fair value reserve	19,340	21,200
	1,635,162	1,631,940
Retained earnings	3,929,588	3,927,829
Total equity	3,929,300	3,721,027
LIABILITIES		
Non-current liabilities	(0.000	74 (21
Employees' end of service benefits	69,029	74,631
Loans and borrowings	5,032,949	3,690,290
Total non-current liabilities	5,101,978	3,764,921
Current liabilities		
Accounts payable, insurance payables and accruals	1,724,316	2,049,711
Due to related parties	6,305	19,533
Loans and borrowings	798,392	1,466,755
Total current liabilities	2,529,013	3,535,999
Total liabilities	7,630,991	7,300,920
Total equity and liabilities	11,560,579	11,228,749

Khalid Bin Khalifa Al-Thani

Chairman

Suleiman Haidar Al-Haidar

Vice-Chairman

Gulf International Services Q.S.C. INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Total QR '000	3,927,829	189,063 (1,463) (185,841)	3,929,588	4,177,729	822,270 (15,990) (1,022,125)	3,961,884
	Retained earnings QR '000	1,631,940	189,063	1,635,162	1,927,027	822,270	1,727,172
	Fair value reserve QR '000	21,200	(1,860)	19,340	31,588	. (16,587)	15,001
	Foreign currency translation reserve QR '000	871	397	1,268	(349)	597	248
1 [()]	General reserve QR '000	74,516	1 1 1	74,516	74,516		74,516
	Legal reserve QR '000	340,893	1 T T	340,893	286,538	T T T	286,538
30 September 2016	Share capital QR '000	1,858,409	1 1 1	1,858,409	1,858,409	£ 1 1	1,858,409
For the nine month period ended 30 September 2016		Balance at 1 January 2016	Profit for the period Other comprehensive income Dividends paid	Balance at 30 September 2016	Balance at 1 January 2015	Profit for the period Other comprehensive income Dividends paid	Balance at 30 September 2015

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine month period ended 30 September 2016

Amortization of intangible assets Gain on sale of securities Finance expenses Unrealized gain (loss) on financial assets through profit and loss Change in foreign currency translation reserve Finance income Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid (2,10 (2,10 (2,10 (2,10 (3,674) (2,10 (2,10 (1,672) (4,642) (1,52 (1,642) (1,52 (1,642)	30 30 September September 2016 2015 QR '000 QR '000 (Unaudited) (Unaudited)
Adjustments for: Depreciation and amortization Provision for employees' end of service benefits Amortization of intangible assets Amortization of intangible assets Gain on sale of securities Finance expenses Unrealized gain (loss) on financial assets through profit and loss Change in foreign currency translation reserve Finance income Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid 370,35	190.062 822.270
Depreciation and amortization Provision for employees' end of service benefits Amortization of intangible assets Amortization of intangible assets Gain on sale of securities Gain on sale of securities (3,674) (2,100 Finance expenses (3,674) (2,100 Finance expenses (3,674) (2,100 Finance expenses (4,642) (1,527 Change in foreign currency translation reserve (18,636) (15,279 Finance income (18,636) (15,279 Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts receivable and prepayments Accounts payable, insurance payables and accruals (338,367) Cash from operations Employees' end of service benefits paid (19,653) (6,62)	189,002 622,270
Provision for employees' end of service benefits Amortization of intangible assets Gain on sale of securities Finance expenses Unrealized gain (loss) on financial assets through profit and loss Change in foreign currency translation reserve Finance income Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid 15,23 13,61 15,23 13,62 13,63 14,051 15,23 15,23 18,465 18,674 18,636) 11,27 11,20 11,25 12,281 11,25 11,200,22 11,200,22 11,200,22 11,200,22 11,200,22 11,200,22	422 850 370 358
Amortization of intangible assets Gain on sale of securities Finance expenses Unrealized gain (loss) on financial assets through profit and loss Change in foreign currency translation reserve Finance income Change in foreign currency translation reserve Finance income Coss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid Response (19,653) Response Re	
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Finance expenses Unrealized gain (loss) on financial assets through profit and loss Change in foreign currency translation reserve 397 Finance income Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts receivable, insurance payables and accruals Cash from operations Employees' end of service benefits paid 58,66 (15,27) (18,636) (15,27) (18,636) (15,27) (18,636) (15,27) (18,636) (15,27) (19,57) (10,	
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Change in foreign currency translation reserve Finance income Loss/(profit) on disposal of property, plant and equipment Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Cash from operations Cash ervice benefits paid Cash from of service benefits paid Cash from of service benefits paid Cash from of service benefits paid Cash from operations Cash from of service benefits paid Cash from operations Cash from of service benefits paid Cash from of service benefits paid Cash from operations	
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Loss/(profit) on disposal of property, plant and equipment6114,52Net operating profit before working capital changes689,7241,255,82Inventories2,281(10,57Accounts receivable and prepayments406,185(76,64Accounts payable, insurance payables and accruals(338,367)31,61Cash from operations759,8231,200,22Employees' end of service benefits paid(19,653)(6,62	(18,636) (15,279)
Net operating profit before working capital changes Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid 1,255,84 1,255,84 1,255,84 1,057 1,064 1,357 1,264 1,200,22 1,200,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200,22 1,200	
Inventories Accounts receivable and prepayments Accounts payable, insurance payables and accruals Cash from operations Employees' end of service benefits paid (10,57 406,185 (76,64 (338,367) 759,823 1,200,22 (6,62	
Accounts payable, insurance payables and accruals Cash from operations Cash from operations Cash from operations Cash from operations (19,653) (6,62)	
Cash from operations 759,823 1,200,22 Employees' end of service benefits paid (19,653) (6,62	
Employees' end of service benefits paid (19,653) (6,62	(338,367) 31,610
	759,823 1,200,228
Net cash from operating activities 740,170 1,193,60	(19,653) (6,626)
The cush from opening working	740,170 1,193,602
INVESTING ACTIVITIES	
	18,636 15,279
	(16,648) (39,716)
	uipment 4,580 1,567
Time deposits with maturities in excess of three months (110,939)	months (110,939) 111,093
Acquisition of property, plant and equipment (594,590) (548,94	(594,590) (548,941)
Net cash from investing activities (698,961) (460,7)	<u>(698,961)</u> <u>(460,718)</u>
FINANCING ACTIVITIES	
	1,838,200 853,624
Dividends paid (185,953) (967,48	(185,953) (967,488)
	(88,871) (58,699)
Net cash used in financing activities 399,472 (722,29	399,472 (722,298)
(220111102)	ASH 440,681 10,586
EQUIVALENTS Cash and cash equivalents at 1 January 394,479 542,43	394,479 542,453
CASH AND CASH EQUIVALENTS AT 30 September* 835,160 553,03	September* 835,160 553,039

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