



---

**Interim Condensed Consolidated Financial Statements**  
**31 March 2013**

---

## REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ALIJARAH HOLDING COMPANY (Q.S.C)

### Introduction


We have reviewed the accompanying interim condensed consolidated financial statements of Alijarah Holding Company (Q.S.C) (the "Company") and its subsidiaries (the "Group") as at 31 March 2013, comprising of the interim condensed consolidated statement of financial position as at 31 March 2013 and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended and the related explanatory information. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 - *Interim Financial Reporting* ("IAS 34"). 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.

  
Firas Qoussous  
Of Ernst & Young  
Auditor's Registration No 236



Date: 11 April 2013  
Doha

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2013**

	Notes	31 Mar 2013	31 Dec 2012
		QR (Reviewed)	QR (Audited)
<b>ASSETS</b>			
Cash and Cash Equivalents		583,918,762	749,083,423
Installments and Dues from Customers	3	842,843,090	817,329,724
Available-for-Sale Financial Investments	4	121,146,629	104,125,023
Inventories		1,345,704	1,340,168
Prepayments and Other Receivables	5	70,545,540	72,313,350
Property and Equipment		115,436,242	118,740,930
<b>Total Assets</b>		<b>1,735,235,967</b>	<b>1,862,932,618</b>
<b>LIABILITIES</b>			
Accounts Payables, Accruals and Other Payables		325,906,829	322,460,737
Islamic Financing Under Wakalah Arrangements		125,039,923	149,520,001
Amounts Due on Construction Contracts	6	13,648,668	71,316,062
<b>Total Liabilities</b>		<b>464,595,420</b>	<b>543,296,800</b>
<b>EQUITY</b>			
Share Capital	7	494,802,000	494,802,000
Legal Reserve		486,228,609	486,228,609
Proposed Dividend		--	98,960,400
Fair Value Reserve		6,308,054	1,148,142
Retained Earnings		283,301,884	238,496,667
<b>Total Equity</b>		<b>1,270,640,547</b>	<b>1,319,635,818</b>
<b>Total Liabilities and Equity</b>		<b>1,735,235,967</b>	<b>1,862,932,618</b>

*These interim condensed consolidated financial statements were approved by the Board of Directors on 11th April 2013 and signed on its behalf by:*

  
 Falah Bin Jassim Bin Jabr Al-Thani  
 Chairman & Managing Director

  
 Hamad Shareef Al-Emadi  
 Chief Executive Officer

THE ACCOMPANYING NOTES FROM 1 TO 12 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME  
FOR THE PERIOD ENDED 31 MARCH 2013**

	<u>Note</u>	<b>For the three months ended 31 March 2013</b>	<b>For the three months ended 31 March 2012</b>
<b><u>Income</u></b>		<b>QR (Reviewed)</b>	<b>QR (Reviewed)</b>
Income from Core Business		140,190,928	157,170,901
Profit from Investments and Deposits		8,942,457	7,545,679
Other Income		111,077	66,270
<b>TOTAL INCOME</b>		<b>149,244,462</b>	<b>164,782,850</b>
<b><u>Expenses</u></b>			
Operating Expenses		(83,698,781)	(84,166,292)
General and Administration Expenses		(19,591,612)	(14,199,902)
<b>TOTAL EXPENSES</b>		<b>(103,290,393)</b>	<b>(98,366,194)</b>
<b>NET OPERATING INCOME</b>		<b>45,954,069</b>	<b>66,416,656</b>
Allowance for Impairment on Installments and Due From Customers		--	(15,000,000)
<b>PROFIT FOR THE PERIOD</b>		<b>45,954,069</b>	<b>51,416,656</b>
Basic and Diluted Earnings Per Share	<b>11</b>	<b>0.93</b>	<b>1.41</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2013**

	<b>For the three months ended 31 March 2013</b>	<b>For the three months ended 31 March 2012</b>
	<b>QR (Reviewed)</b>	<b>QR (Reviewed)</b>
<b>Profit for the Period</b>	<b>45,954,069</b>	51,416,656
<b>Other Comprehensive Income:</b>		
Changes in Fair Value Reserve of Available-for-Sale Investments	<b>5,159,912</b>	(1,789,156)
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>51,113,981</b>	49,627,500

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2013**

Figures in Qatari Riyals

	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
<b>Balance at 1 January 2012</b>	329,868,000	164,607,309	115,453,800	(57,646)	152,182,856	762,054,319
Profit for the Period	--	--	--	--	51,416,656	51,416,656
Other Comprehensive Income for the Period	--	--	--	(1,789,156)	--	(1,789,156)
Total Comprehensive Income for the Period	--	--	--	(1,789,156)	51,416,656	49,627,500
Dividends Paid (Note 8)	--	--	(115,453,800)	--	--	(115,453,800)
Social and Sports Fund Appropriation	--	--	--	--	(1,285,416)	(1,285,416)
<b>Balance at 31 March 2012</b>	329,868,000	164,607,309	--	(1,846,802)	202,314,096	694,942,603
<b>Balance at 1 January 2013</b>	494,802,000	486,228,609	98,960,400	1,148,142	238,496,667	1,319,635,818
Profit for the Period	--	--	--	--	45,954,069	45,954,069
Other Comprehensive Income for the Period	--	--	--	5,159,912	--	5,159,912
Total Comprehensive Income for the Period	--	--	--	5,159,912	45,954,069	51,113,981
Dividends Paid (Note 8)	--	--	(98,960,400)	--	--	(98,960,400)
Social and Sports Fund Appropriation	--	--	--	--	(1,148,852)	(1,148,852)
<b>Balance at 31 March 2013</b>	494,802,000	486,228,609	--	6,308,054	283,301,884	1,270,640,547

THE ACCOMPANYING NOTES FROM 1 TO 12 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 MARCH 2013**

	For the three months ended 31 March 2013	For the three months ended 31 March 2012
	QR (Reviewed)	QR (Reviewed)
<b>Cash Flows From Operating Activities</b>		
Profit for the Period	45,954,069	51,416,656
Adjustments for:		
Depreciation	6,693,303	4,592,462
Allowance for Impairment on Installments and Due from Customers	--	15,000,000
Dividend Income	(5,102,880)	(5,031,540)
Loss on Sale of Property and Equipment	2,811	119,978
Finance Income	(3,839,577)	(2,514,139)
Finance Expenses	1,860,940	2,512,414
	<b>45,568,666</b>	<b>66,095,831</b>
<b>Changes in Operating Assets and Liabilities</b>		
Installments and Dues from Customers	(25,513,366)	(2,092,111)
Prepayments and Other Receivables	1,767,810	12,449,804
Inventories	(5,536)	487,956
Accounts Payables, Accruals and Other Payables	2,297,240	(3,091,330)
Amounts Due on Construction Contracts	(57,667,394)	(117,255,736)
<b>Net Cash Used in Operating Activities</b>	<b>(33,552,580)</b>	<b>(43,405,586)</b>
<b>Cash Flows From Investing Activities</b>		
Finance Income Received	3,839,577	2,514,139
Dividend Income Received	5,102,880	5,031,540
Purchase of Property and Equipment	(3,469,051)	(223,076)
Proceeds From Investment in Term Deposits	150,000,000	--
Purchase of Available-for-Sale investments	(11,861,694)	--
Proceeds from Sale of Property and Equipment	77,625	470,000
<b>Net Cash From Investing Activities</b>	<b>143,689,337</b>	<b>7,792,603</b>

Continued....

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MARCH 2013 (Continued)**

	<b>For the three months ended 31 March 2013</b>	<b>For the three months ended 31 March 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
<b>Cash Flow From Financing Activities</b>		
Dividends Paid	(98,960,400)	(115,453,800)
Proceeds From Financing Under Wakalah Arrangements	--	18,490,186
Repayment of Financing Under Wakalah Arrangements	(24,480,078)	(17,234,252)
Finance Charges Paid	(1,860,940)	(2,512,414)
<b>Net Cash Used in Financing Activities</b>	<b>(125,301,418)</b>	<b>(116,710,280)</b>
Net Decrease in Cash and Cash Equivalents	(15,164,661)	(152,323,263)
Cash and Cash Equivalents at the Beginning of the Period	49,083,423	392,395,071
Cash and Cash Equivalents at the End of the Period	<b>33,918,762</b>	<b>240,071,808</b>

**Notes:**

\*\*Cash and Cash Equivalents as at 31st March 2013, shown above, is exclusive of the Bank Term Deposits having maturity period of more than 90 days amounting to **QR 550 Million**. (31<sup>st</sup> March 2012: Nil)



**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**1. INCORPORATION AND ACTIVITIES**

Alijarah Holding Company Q.S.C. (the “Company”) is a public shareholding company incorporated in the State of Qatar in accordance with resolution No. 35 issued on 21 April 2003 by the Ministry of Business and Trade. The Company is registered under commercial registration No. 26487 and is governed by the provisions of the Qatar Commercial Companies’ Law No. 5 of 2002. The registered office of the Company is located at ‘D’ Ring Road, Doha, State of Qatar. The Company’s shares are publicly traded at the Qatar Exchange.

The Company and its subsidiaries (together the “Group”) are engaged in Leasing, Real Estate, Property Development, Transportation and Taxi Services and operate through its fully owned subsidiaries established in the State of Qatar. The Group is committed to conduct all its activities in accordance with Islamic Sharia’a.

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

The interim condensed consolidated financial statements for the three months ended 31 March 2013 have been prepared in accordance with IAS 34 Interim Financial Reporting.

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 financial statements as at 31 December 2013. The results for the three months ended 31 March 2013 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2013.

**SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial statements are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2012, except as noted below:

During the period, the Group has adopted the following standards effective for the annual period beginning on or after 1 January 2013.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The following standards and amendments to standards became effective in 2013, but did not have any impact on the accounting policies, financial position or performance of the Group. The new standards may result in extensive additional disclosures.

Standard	Content
IAS 1	Presentation of Items of Other Comprehensive Income and Clarification of the Requirement for Comparative Information
IAS 19R	Employee benefits
IAS 32	Tax effects of distribution to holders of equity instruments
IAS 34	Interim Financial Reporting and segment information for total assets and liabilities)
IFRS 1	First-time adoption of International Financial Reporting Standards
IFRS 7	Financial Instruments: Disclosures offsetting financial assets and liabilities
IFRS 10	Consolidated Financial Statements and IAS 27 Separate Financial Statements
IFRS 11	Joint Arrangements
IFRS 12	Disclosure of Interests in Other Entities
IFRS 13	Fair Value Measurement

**Standards issued but not adopted**

The Group is currently considering the implications of the new IFRS which is effective for future accounting periods and has not early adopted any of the new Standards as listed below:

Standard	Content	Effective date
IFRS 9	Financial Instruments: Classification & Measurement (Part 1)	1 January 2015

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**3. INSTALLMENTS AND DUES FROM CUSTOMERS**

			<b>31 Mar 2013</b>	<b>31 Dec 2012</b>
			<b>QR</b>	<b>QR</b>
			<b>(Reviewed)</b>	<b>(Audited)</b>
Gross Installments Due from Financing			<b>166,331,998</b>	169,131,413
	<b>Mar 2013</b>	Dec 2012		
Morabaha	<b>155,729,822</b>	157,727,821		
Ijarah	<b>10,602,176</b>	11,403,592		
Less: Deferred Profits of future Installments			<b>(14,483,393)</b>	(15,692,429)
	<b>Mar 2013</b>	Dec 2012		
Morabaha	<b>14,330,616</b>	14,827,362		
Ijarah	<b>152,777</b>	865,067		
<b>Net Installments Due From Financing</b>			<b>151,848,605</b>	153,438,984
Gross Installments Due From Property Sales			<b>789,744,440</b>	812,876,198
Less: Deferred Profits of Future Installments			<b>(62,110,842)</b>	(72,824,413)
<b>Net Installments Due From Property Sales</b>			<b>727,633,598</b>	740,051,785
Other Trade Related Receivables			<b>47,794,911</b>	8,272,979
Allowance for Impairment			<b>(84,434,024)</b>	(84,434,024)
<b>Total Installments and Dues from Customers</b>			<b>842,843,090</b>	817,329,724

**4. AVAILABLE-FOR-SALE FINANCIAL INVESTMENTS**

	<b>31 Mar 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Quoted Equity Investments	<b>121,146,629</b>	104,125,023

Note: Quoted equity investments have been valued using Level 1 measurement techniques as per IFRS 7 and there have been no transfers between Level 1 and Level 2 fair value measurements. There are no Level 3 fair value measurements.

**5. PREPAYMENTS AND OTHER RECEIVABLES**

	<b>31 Mar 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Security Deposit	<b>1,813,380</b>	1,816,580
Advance Payments to Suppliers (Note)*	<b>49,020,100</b>	51,334,064
Pre-payments	<b>3,357,427</b>	2,787,570
Other Receivables	<b>9,277,659</b>	8,226,958
Profits Accrued on Bank Deposits	<b>7,076,974</b>	8,148,178
<b>Total</b>	<b>70,545,540</b>	72,313,350

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**5. PREPAYMENTS AND OTHER RECEIVABLES (Continued)**

• **Note:**

Advance payments to suppliers include an amount of QR 25 Million with respect to acquisition of certain franchises and investments. At 31 March 2013, the legal formalities to complete the acquisition of these franchises and investments are in progress.

**6. AMOUNTS DUE ON CONSTRUCTION CONTRACTS**

During 2010, the Group entered into an arrangement with Qatari Diar Real Estate Co., for undertaking the infrastructure development of the plot areas in the Northern and West Water Front of Lusail area. In accordance with the terms and conditions of the agreement, the Group will utilize the proceeds payable to Qatari Diar against the infrastructure development of the said areas.

	<b>31 Mar 13</b>	<b>31 Dec 12</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
Opening Balance	<b>71,316,062</b>	527,087,055
Released During The Year	<b>(57,667,394)</b>	(455,770,993)
Closing Balance	<b>13,648,668</b>	71,316,062

**7. SHARE CAPITAL**

	<b>31 Mar 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b>	<b>QR</b>
	<b>(Reviewed)</b>	<b>(Audited)</b>
<b>Authorized, Issued and Fully paid-up</b>		
49,480,200 Ordinary Shares of QR 10 each	<b>494,802,000</b>	494,802,000

**8. DIVIDENDS PAID**

At the annual general meeting held on 26<sup>th</sup> February 2013, the shareholders approved a cash dividend payment of QR 98,960,400 (QR 2 per share) (31 Dec 2011: cash dividend amounting to QR 115,453,800- QR 3.5 per share).

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**9. SEGMENT REPORTING**

Based on the nature of core activities of the business, the Group is segmented into four major operating segments. The major operating segments are given below with their respective revenue and analysis of Assets and Liabilities:

- Financial Leasing
- Transportation
- Property Development
- Taxi Services (including Limousine)

The Group operates geographically in only one segment, being Doha-Qatar.

Segment Revenue and Segment Result:

Details	Revenue		Result	
	3 months ended 31 March 2013	3 months ended 31 March 2012	3 months ended 31 March 2013	3 months ended 31 March 2012
	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)	QR (Reviewed)
Financial Leasing	27,319,862	27,111,369	24,583,301	7,888,101
Transportation	21,495,345	18,571,589	1,224,198	1,916,809
Property Development	108,137,222	131,534,933	26,577,147	41,679,429
Taxi and Un-allocated	6,739,211	191,855	(6,430,577)	(67,683)
Intercompany	(14,447,178)	(12,626,896)	---	---
<b>Total</b>	<b>149,244,462</b>	<b>164,782,850</b>	<b>45,954,069</b>	<b>51,416,656</b>

Segment Assets and Liabilities:

Details	Assets		Liabilities	
	31 Mar 2013	31 Dec 2012	31 Mar 2013	31 Dec 2012
	QR (Reviewed)	QR (Audited)	QR (Reviewed)	QR (Audited)
Financial leasing	671,787,003	636,587,909	125,945,989	150,522,732
Transportation	26,538,718	26,699,653	5,521,721	6,206,569
Property Development	974,761,723	997,547,886	604,006,561	649,708,679
Taxi and Un-allocated	363,885,504	502,112,509	30,858,130	36,874,159
Inter Company	(301,736,981)	(300,015,339)	(301,736,981)	(300,015,339)
<b>Total</b>	<b>1,735,235,967</b>	<b>1,862,932,618</b>	<b>464,595,420</b>	<b>543,296,800</b>

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2013**

**10. CONTINGENT LIABILITY**

	<b>31 Mar 2013</b>	<b>31 Dec 2012</b>
	<b>QR</b> <b>(Reviewed)</b>	<b>QR</b> <b>(Audited)</b>
Letter of guarantees from Islamic banks	<b>14,730,000</b>	13,730,000
Capital commitments	<b>16.5 Million</b>	67 Million

**11. EARNINGS PER SHARE**

	<b>Three months ended</b>	
	<b>31 Mar 2013</b>	<b>31 Mar 2012</b>
	<b>QR</b> <b>(Reviewed)</b>	<b>QR</b> <b>(Reviewed)</b>
Net profit for the period	<b>45,954,069</b>	51,416,656
Weighted average number of shares	<b>49,480,200</b>	36,505,392
<b>Earnings per share</b>	<b>0.93</b>	1.41

The weighted average numbers of shares have been calculated as follows:

	<b>Three months ended</b>	
	<b>31 Mar 2013</b>	<b>31 Mar 2012</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
Qualifying shares at the beginning of the period	<b>49,480,200</b>	32,986,800
Effect of Rights Issue	--	3,518,592
<b>Balance at end of the period</b>	<b>49,480,200</b>	36,505,392

**12. COMPARATIVE FIGURES**

Certain prior period amounts have been reclassified to conform to the current period's presentation. Such reclassification has not resulted in any changes to previously reported net profit or equity.