



Alijarah Holding Q.P.S.C.
Interim Condensed Consolidated
Financial Statements
31 March 2019

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ALIJARAH HOLDING Q.P.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Alijarah Holding Q.P.S.C. (the “Company”) and its subsidiaries (the “Group”) as at 31 March 2019, which comprise the interim consolidated statement of financial position as at 31 March 2019 and the related interim consolidated statements of comprehensive income, changes in equity and cash flows for the three-month period then ended and the related explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with 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 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 statements are not prepared, in all material respects, in accordance with IAS 34.

Other matter

The Group has prepared interim condensed consolidated financial statements for the three-month period ended 31 March 2018 as required by Qatar Financial Markets Authority regulations. The comparative information for the three-month period ended 31 March 2018 included in the accompanying interim condensed consolidated financial statements are presented for information purpose only and have neither been reviewed nor audited.

Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

Date: 18 April 2019
Doha

ALIJARAH HOLDING Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

| | Notes | 31 Mar 2019 (Reviewed) QR | 31 December 2018 (Audited) QR |
|-----------------------------------------------|-------|---------------------------------|-------------------------------------|
| ASSETS | | | |
| Balances with financial institutions and cash | 5 | 515,056,991 | 579,286,196 |
| Installments and Dues from Customers | 6 | 43,100,259 | 44,616,069 |
| Investment Securities | 7 | 162,055,719 | 161,347,708 |
| Inventories | 8 | 6,656,583 | 12,468,920 |
| Prepayments and Other Receivables | 9 | 66,372,460 | 30,044,435 |
| Intangible Assets | 10 | 8,570,000 | 8,456,000 |
| Investment Property | 11 | 106,277,617 | 106,277,617 |
| Property and Equipment | 12 | 161,388,802 | 163,069,383 |
| Right-of-Use Asset | 3 | 698,150 | - |
| Total Assets | | 1,070,176,581 | 1,105,566,328 |
| LIABILITIES AND EQUITY | | | |
| LIABILITIES | | | |
| Accounts Payable, Accruals and Other Payables | 13 | 162,360,589 | 163,637,544 |
| Islamic Financing Under Wakalah Arrangements | 14 | 70,075,760 | 76,423,363 |
| Deferred Revenue | 15 | 142,346,612 | 150,880,049 |
| Lease Liability | 3 | 893,453 | - |
| Total liabilities | | 375,676,414 | 390,940,956 |
| EQUITY | | | |
| Share Capital | 16 | 494,802,000 | 494,802,000 |
| Legal Reserve | 17 | 387,268,209 | 412,008,309 |
| Accumulated Losses | | (187,570,042) | (192,184,937) |
| Total equity | | 694,500,167 | 714,625,372 |
| Total liabilities and equity | | 1,070,176,581 | 1,105,566,328 |

These interim condensed consolidated financial statements were approved by the Board of Directors on 18th April 2019 and signed on their behalf by:



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



Hamad Shareef Al-Emadi
Chief Executive Officer

ALIJARAH HOLDING Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE MONTHS ENDED 31 MARCH 2019

| | Notes | For the three months ended | |
|------------------------------------------------------------------------------------------------------|-------|----------------------------|------------------------------------|
| | | 31 Mar 2019 | 31 Mar 2018 |
| | | (Reviewed) QR | (Not Reviewed) (Restated) QR |
| Income | | | |
| Revenue from Core Business | 20 | 23,836,147 | 32,505,697 |
| Income from Investments | 21 | 9,496,633 | 8,638,378 |
| Other Income | | 1,459,955 | 210,348 |
| Total Revenues and Income | | 34,792,735 | 41,354,423 |
| Expenses | | | |
| Operating Expenses | | (22,767,714) | (35,621,639) |
| General and Administration Expenses | | (10,989,163) | (8,337,487) |
| Total expenses | | (33,756,877) | (43,959,126) |
| Net operating income (loss) | | 1,035,858 | (2,604,703) |
| Finance Income From Deposits with Islamic Banks | | 4,678,787 | 4,479,094 |
| Finance Cost - Islamic Financing Under Wakalah Arrangements | | (739,402) | - |
| Net Finance Income | | 3,939,385 | 4,479,094 |
| Profit for the period | | 4,975,243 | 1,874,391 |
| Other Comprehensive Income that may be Reclassified to Profits or Loss in Subsequent Periods: | | - | - |
| TOTAL COMPREHENSIVE INCOME FOR THE PERIOD | | 4,975,243 | 1,874,391 |
| Earnings Per Share | | | |
| Basic and Diluted Earnings Per Share | 24 | 0.10 | 0.04 |

ALIJARAH HOLDING Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE THREE MONTHS ENDED 31 MARCH 2019

| | Notes | Share Capital | Legal Reserve | Fair Value Reserve | Accumulated Losses | Total |
|-----------------------------------------------------------|-------|--------------------|--------------------|--------------------|----------------------|--------------------|
| | | QR | QR | QR | QR | QR |
| Balance at 1 January 2018 (Audited) | 28 | 494,802,000 | 436,748,409 | (694,560) | 64,179,683 | 995,035,532 |
| Effect of adoption of IFRS 9 (Note (i)) | | - | - | 694,560 | (4,488,334) | (3,793,774) |
| Balance at 1 January 2018 (Restated) | | 494,802,000 | 436,748,409 | - | 59,691,349 | 991,241,758 |
| Profit for the Period (Restated) | | - | - | - | 1,874,391 | 1,874,391 |
| Other Comprehensive Income for the Period | | - | - | - | - | - |
| Total Comprehensive Income for the Period | | - | - | - | 1,874,391 | 1,874,391 |
| Dividends Paid | 18 | - | (24,740,100) | - | - | (24,740,100) |
| Social and Sports Fund Appropriation | | - | - | - | (31,035) | (31,035) |
| Balance at 31 March 2018 (Not Reviewed) (Restated) | | 494,802,000 | 412,008,309 | - | 61,534,705 | 968,345,014 |
| Balance at 1 January 2019 (Audited) | 28 | 494,802,000 | 412,008,309 | - | (192,184,937) | 714,625,372 |
| Effect of adoption of IFRS 16 | 3 | - | - | - | (235,967) | (235,967) |
| Balance at 1 January 2019 (Adjusted) | | 494,802,000 | 412,008,309 | - | (192,420,904) | 714,389,405 |
| Profit for the Period | | - | - | - | 4,975,243 | 4,975,243 |
| Other Comprehensive Income for the Period | | - | - | - | - | - |
| Total Comprehensive Income for the Period | | - | - | - | 4,975,243 | 4,975,243 |
| Dividends Paid | 18 | - | (24,740,100) | - | - | (24,740,100) |
| Social and Sports Fund Appropriation | | - | - | - | (124,381) | (124,381) |
| Balance at 31 March 2019 (Reviewed) | | 494,802,000 | 387,268,209 | - | (187,570,042) | 694,500,167 |

Note (i)

The Group had initially applied IFRS 15 and IFRS 9 at 1 January 2018 and adjusted the retained earnings under modified retrospective approach.

ALIJARAH HOLDING Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2019

| | Notes | For the three months ended | |
|-------------------------------------------------------------------------|-------|----------------------------|------------------------------------|
| | | 31 Mar 2019 | 31 Mar 2018 |
| | | (Reviewed) QR | (Not Reviewed) (Restated) QR |
| Cash Flows from Operating Activities | | | |
| Profit for the Period | | 4,975,243 | 1,874,391 |
| Adjustments for: | | | |
| Depreciation and Amortization | | 4,139,415 | 5,767,252 |
| (Gain) Loss on Investment Securities Measured at FVTPL | 21 | (708,011) | 2,876,224 |
| Net Allowance for Expected Credit Losses on Financial Assets | | 3,255,197 | - |
| Dividend Income | 21 | (8,788,622) | (11,471,001) |
| (Profit) Loss on Disposal of Property and Equipment | | (197,800) | 1,173,286 |
| Provision for Slow Moving Inventories | | 450,000 | 640,077 |
| Finance Income | | (4,678,787) | (4,479,094) |
| Finance Cost | | 739,402 | - |
| Provision for employees' end of service benefits | | 300,259 | (27,938) |
| Net Operating Loss for the Period Before Working Capital Changes | | (513,704) | (3,646,803) |
| Working Capital Changes | | | |
| Installments and Dues from Customers | | (1,747,955) | 5,789,244 |
| Prepayments and Other Receivables | | (36,942,986) | 40,834,741 |
| Inventories | | 5,362,337 | 70,482 |
| Accounts Payable, Accruals and Other Payables | | (1,610,919) | 12,930,610 |
| Deferred Revenue | | (8,533,437) | (14,134,923) |
| Finance Cost Paid | | (755,358) | - |
| Employees' end of service benefits paid | | (74,721) | (182,503) |
| Net Cash Flows (used in) from Operating Activities | | (44,816,743) | 41,660,848 |
| Cash Flows from Investing Activities | | | |
| Finance Income Received | | 5,311,676 | 4,772,900 |
| Dividend Received | | 8,788,622 | 11,471,001 |
| Purchase of Intangible Assets | | (114,000) | (114,000) |
| Purchase of Property and Equipment | | (593,474) | (6,444,803) |
| Additions to Capital Work in Progress | | (1,923,951) | (11,334,678) |
| Net movement in Bank Term Deposit | | 50,000,000 | (100,000,000) |
| Purchase of Investment Securities | | - | (45,909,916) |
| Proceeds from Disposal of Property and Equipment | | 197,800 | 352,496 |
| Net Cash Flows from (used in) Investing Activities | | 61,666,673 | (147,207,000) |

Continued....

THE ACCOMPANYING NOTES FROM 1 TO 28 FORM AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

ALIJARAH HOLDING Q.P.S.C.
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE THREE MONTHS ENDED 31 MARCH 2019

| | Notes | For the three months ended | |
|-----------------------------------------------------------|-------|---------------------------------|---------------------------------------------------|
| | | 31 Mar 2019 (Reviewed) QR | 31 Mar 2018 (Not Reviewed) (Restated) QR |
| Cash Flows from Financing Activities | | | |
| Dividends Paid | 18 | (24,740,100) | (24,740,100) |
| Repayment of Financing Under Wakalah Arrangements | | (6,347,603) | (6,351,233) |
| Net Cash Flows Used In Financing Activities | | (31,087,703) | (31,091,333) |
| Net Decrease in Cash and Cash Equivalents | | (14,237,773) | (136,637,485) |
| Cash and Cash Equivalents at the Beginning of the Period | | 199,506,271 | 248,444,228 |
| Cash and Cash Equivalents at the End of the Period | 5 | 185,268,498 | 111,806,743 |

**ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019**

1. CORPORATE INFORMATION AND PRINCIPAL 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. 11 of 2015. 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 fully owned subsidiaries (together the “Group”) are engaged in Leasing, Real Estate, Property Development, Transportation and Taxi Services. The Group is committed to conduct all its activities in accordance with Islamic Sharia’a.

These interim condensed consolidated financial statements were authorised for issue by the Board of Directors on 18 April 2019.

2. BASIS OF PREPARATION

The interim condensed consolidated financial statements for the three months ended 31 March 2019 have been prepared in accordance with International Financial Reporting Standards, IAS 34 “Interim Financial Reporting”.

The interim condensed consolidated financial statements have been presented in Qatari Riyals (“QR”), which is the functional and presentational currency of the Group. All values are rounded to the nearest Qatari Riyal, except when otherwise indicated.

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 31 December 2018. In addition, the results for the three months ended 31 March 2019 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2019.

3. SIGNIFICANT ACCOUNTING POLICIES

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 31 December 2018, except for the adoption of new standards and amendments effective as of 1 January 2019. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The Group applied, for the first time, IFRS 16 Leases using the modified retrospective method of adoption with the date of initial application of 1 January 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application. As required by IAS 34, the nature and effect of these changes are disclosed below.

Several other amendments and interpretations apply for the first time in 2019, but do not have an impact on the interim condensed consolidated financial statements of the Group.

IFRS 16 Leases

IFRS 16 supersedes IAS 17 Leases, IFRIC 4 Determining whether an Arrangement contains a Lease, SIC-15 Operating Leases-Incentives and SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model.

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

IFRS 16 Leases (continued)

Lessor accounting under IFRS 16 is substantially unchanged under IAS 17. Lessors will continue to classify leases as either operating or finance leases using similar principles as in IAS 17. Therefore, IFRS 16 did not have an impact for leases where the Group is the lessor.

The Group adopted IFRS 16 using the modified retrospective method of adoption with the date of initial application of 1 January 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application. The Group elected to use the transition practical expedient allowing the standard to be applied only to contracts that were previously identified as leases applying IAS 17 and IFRIC 4 at the date of initial application. The Group also elected to use the recognition exemptions for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option ('short-term leases'), and lease contracts for which the underlying asset is of low value ('low-value assets').

Impact on the statement of financial position (increase/(decrease)) are as follows:

| | 1 Jan 2019 |
|--------------------------|-------------------|
| | (Reviewed) |
| | QR |
| Right-of-use asset | 712,303 |
| Prepayments | (66,667) |
| Total Assets | 645,636 |
| Lease Liability | 881,603 |
| Total Liabilities | 881,603 |
| Accumulated Losses | (235,967) |
| Total Equity | (235,967) |

The Group has a lease contracts for a land lease. Before the adoption of IFRS 16, the Group classified the leases as an operating lease. The Group recognised right-of-use asset and lease liability with respect to land lease previously classified as an operating lease. The right-of-use asset is recognised based on the carrying amount as if the standard had always been applied, apart from the use of incremental borrowing rate at the date of initial application. The right-of-use asset is recognised based on the amount equal to the lease liabilities, adjusted for the related prepaid lease payment previously recognised.

Lease liability is recognised based on the present value of the remaining lease payments, discounted using the incremental borrowing rate at the date of initial application.

The Group also applied the available practical expedients wherein it:

- Used a single discount rate to a portfolio of leases with reasonably similar characteristics
- Relied on its assessment of whether leases are onerous immediately before the date of initial application
- Applied the short-term leases exemptions to leases with lease term that ends within 12 months at the date of initial application
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application
- Used hindsight in determining the lease term where the contract contains options to extend or terminate the lease

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

IFRS 16 Leases (continued)

The lease liabilities as at 1 January 2019 can be reconciled to the operating lease commitments as of 31 December 2018 as follows:

| | 1 Jan 2019 (Reviewed) |
|-------------------------------------------------------------------------|--------------------------|
| Operating lease commitments as at 31 December 2018 | QR 1,200,000 |
| Weighted average incremental borrowing rate as at 1 January 2019 | 5.5% |
| Discounted operating lease commitments as at 1 January 2019 | 881,603 |

New accounting policies adopted with effect from 1 January 2019

Set out below are the new accounting policies of the Group upon adoption of IFRS 16, which have been applied from the date of initial application:

Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases of machinery and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered of low value (i.e., below €5,000). Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)
IFRS 16 Leases (continued)

Significant judgement in determining the lease term of contracts with renewal options

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised. The Group has the option, under some of its leases to lease the assets for additional terms. The Group applies judgement in evaluating whether it is reasonably certain to exercise the option to renew. That is, it considers all relevant factors that create an economic incentive for it to exercise the renewal. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not to exercise) the option to renew (e.g., a change in business strategy).

Set out below, are the carrying amounts of the Group's right-of-use asset and lease liability and the movements during the period:

Right-of-use asset

| | 31 Mar 2019 |
|-----------------------------|----------------|
| | (Reviewed) |
| | QR |
| At 1 January | 712,303 |
| Depreciation for the period | (14,153) |
| Closing Balance | 698,150 |

Lease Liability

| | 31 Mar 2019 |
|------------------------------|----------------|
| | (Reviewed) |
| | QR |
| At 1 January | 881,603 |
| Finance costs for the period | 11,850 |
| Closing Balance | 893,453 |

Standards Issued but not yet Effective

The new and amended standards that are issued, but not yet effective, up to the date of issuance of the Group's interim condensed consolidated financial statements are disclosed below. The Group intends to adopt these standards, if applicable, when they become effective.

| Standard/Interpretation | Content | Effective Date |
|-------------------------|---------------------|-----------------|
| IFRS 17 | Insurance Contracts | January 1, 2021 |

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

4. USE OF JUDGEMENTS AND ESTIMATES

The preparation of these interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and 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 were the same as those that applied to the consolidated financial statements for the year ended 31 December 2018.

5. BALANCES WITH FINANCIAL INSTITUTIONS AND CASH

| | 31 Mar 2019 | 31 Dec 2018 |
|------------------------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Cash on Hand | 266,271 | 214,222 |
| Current Accounts with Islamic Banks | 30,849,344 | 12,310,258 |
| Current accounts with a Conventional Bank | 7,588,670 | 5,417,578 |
| Term Deposits with Islamic Banks | 450,000,000 | 530,000,000 |
| Deposits with financial institutions | 26,564,213 | 31,564,213 |
| | 515,268,498 | 579,506,271 |
| Allowance for expected credit losses | (211,507) | (220,075) |
| Balances with financial institutions and cash | 515,056,991 | 579,286,196 |

Bank term deposits carry profit at commercial market rates. The Group has pledged 76,423,363 and 17,038,000 of the term deposit to fulfill collateral requirements of Islamic financing and Letter of guarantees.

For the purposes of the statement of cash flows, cash and cash equivalents comprise the following balances:

| | 31 Mar 2019 | 31 Dec 2018 |
|-----------------------------------------------------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Balances with financial institutions and cash prior to the expected credit losses | 515,268,498 | 579,506,271 |
| Term deposits maturing after 3 months | (330,000,000) | (380,000,000) |
| Cash and cash equivalents | 185,268,498 | 199,506,271 |

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

6. INSTALLMENTS AND DUES FROM CUSTOMERS

| | | | 31 Mar 2019 | 31 Dec 2018 |
|---------------------------------------------------|--------------------|--------------------|--------------------|--------------------|
| | | | (Reviewed) | (Audited) |
| | | | QR | QR |
| Gross Installments Due from Leasing | | | 113,114,178 | 108,525,012 |
| | 31 Mar 2019 | 31 Dec 2018 | | |
| <i>Morabaha</i> | 91,570,875 | 94,604,763 | | |
| <i>Ijarah</i> | 21,543,303 | 13,920,249 | | |
| Less: Deferred Profits of Future Installments | | | (10,795,312) | (7,609,675) |
| | 31 Mar 2019 | 31 Dec 2018 | | |
| <i>Morabaha</i> | (2,448,645) | (2,586,460) | | |
| <i>Ijarah</i> | (8,346,667) | (5,023,215) | | |
| Net Installments Due from Leasing | | | 102,318,866 | 100,915,337 |
| Other Trade Related Receivables | | | 771,665 | 427,239 |
| Gross Installments and Dues From Customers | | | 103,090,531 | 101,342,576 |
| Allowance for expected credit losses | | | (59,990,272) | (56,726,507) |
| Total Installments and Dues From Customers | | | 43,100,259 | 44,616,069 |

7. INVESTMENT SECURITIES

| | 31 Mar 2019 | 31 Dec 2018 |
|------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Financial Assets measured at FVTPL | 162,055,719 | 161,347,708 |
| Quoted Equity Investments | 162,055,719 | 161,347,708 |

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.

8. INVENTORIES

| | 31 Mar 2019 | 31 Dec 2018 |
|---------------------------------------|------------------|-------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Vehicles | 5,597,396 | 11,115,107 |
| Spare parts and consumables | 5,137,353 | 4,981,979 |
| Gross inventories | 10,734,749 | 16,097,086 |
| Provision for Slow Moving Inventories | (4,078,166) | (3,628,166) |
| | 6,656,583 | 12,468,920 |

ALIJARAH HOLDING Q.P.S.C.
NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS PERIOD ENDED 31 MARCH 2019

8. INVENTORIES (Continued)

| Movement in Provision for Slow Moving Inventories | 31 Mar 2019 | 31 Dec 2018 |
|---------------------------------------------------|------------------|------------------|
| | (Reviewed) QR | (Audited) QR |
| Balance at 1 January | 3,628,166 | 1,921,348 |
| Addition during the period / year | 450,000 | 1,706,818 |
| | 4,078,166 | 3,628,166 |

9. PREPAYMENTS AND OTHER RECEIVABLES

| | 31 Mar 2019 | 31 Dec 2018 |
|------------------------------------|-------------------|-------------------|
| | (Reviewed) QR | (Audited) QR |
| Advance Payments to Suppliers | 54,742,111 | 18,760,721 |
| Pre-payments and other receivables | 5,270,756 | 4,291,162 |
| Profits Accrued on Bank Deposits | 6,155,013 | 6,787,902 |
| Security Deposit | 204,580 | 204,650 |
| | 66,372,460 | 30,044,435 |

10. INTANGIBLE ASSETS

| | Driving School License | Software | Total |
|---------------------------------|---------------------------|------------------|-------------------|
| | QR | QR | QR |
| Cost: | | | |
| At 1 January 2019 | 8,000,000 | 5,046,185 | 13,046,185 |
| Additions | - | 114,000 | 114,000 |
| At 31 March 2019 | 8,000,000 | 5,160,185 | 13,160,185 |
| At 1 January 2018 | 8,000,000 | 4,944,335 | 12,944,335 |
| Additions | - | 114,000 | 114,000 |
| Written off | - | (12,150) | (12,150) |
| At 31 December 2018 | 8,000,000 | 5,046,185 | 13,046,185 |
| Amortization: | | | |
| At 1 January 2019 | - | 4,590,185 | 4,590,185 |
| Charge for the year | - | - | - |
| At 31 March 2019 | - | 4,590,185 | 4,590,185 |
| At 1 January 2018 | - | 4,595,092 | 4,595,092 |
| Charge for the year | - | 7,243 | 7,243 |
| Relating to write off | - | (12,150) | (12,150) |
| At 31 December 2018 | - | 4,590,185 | 4,590,185 |
| Net carrying amounts: | | | |
| 31 March 2019 (Reviewed) | 8,000,000 | 570,000 | 8,570,000 |
| 31 December 2018 (Audited) | 8,000,000 | 456,000 | 8,456,000 |

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10. INTANGIBLE ASSETS (CONTINUED)

On 2 September 2013, the Group purchased a license to operate a driving school assigned with a local company (“transferee”). The license was purchased as a part of a transfer of the ownership of the local company to the Group. At the date of transfer of ownership of the local company, the only asset held by the transferee was the license to operate a driving school amounting to QR 8 Million. The license granted to the Group has an indefinite useful life.

As of 31 March 2019, the operations of the driving school were at preliminary stages.

11. INVESTMENT PROPERTY

| | 31 Mar 2019 | 31 Dec 2018 |
|----------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Investment property | 106,277,617 | 106,277,617 |

The investment property includes a property leased out under an operating lease agreement to third parties. The fair value of the Group’s investment properties at 31 March 2019 has been arrived at on the basis of management assessment and expert knowledge on market condition. The Group has not carried out any independent valuation as of 31 March 2019 since the management believes that the market condition has not changed significantly compared to 31 December 2018, the date on which an independent valuation has been conducted. In estimating the fair value of the properties, the lowest and best use of the properties is their current use.

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12. PROPERTY AND EQUIPMENT

| | Land QR | Building QR | Office Equipment QR | Furniture and Fixtures QR | Heavy Equipment, Trucks and Motor Vehicles QR | Work in Progress QR | Total QR |
|----------------------------------|-------------------|--------------------|---------------------------|---------------------------------|-----------------------------------------------------------|---------------------------|--------------------|
| Cost: | | | | | | | |
| At 1 January 2018 | 29,991,000 | 29,406,687 | 6,894,695 | 8,966,146 | 115,842,099 | 52,366,129 | 243,466,756 |
| Additions | - | - | 455,820 | 727,857 | 15,011,437 | 29,379,656 | 45,574,770 |
| Transfers to inventory | - | - | - | - | (22,173,332) | - | (22,173,332) |
| Disposal | - | (1,249,255) | (295,825) | (242,150) | (43,966,208) | - | (45,753,438) |
| Reclassification | - | 79,550,284 | - | - | - | (79,550,284) | - |
| At 31 December 2018 | 29,991,000 | 107,707,716 | 7,054,690 | 9,451,853 | 64,713,996 | 2,195,501 | 221,114,756 |
| Additions | - | - | 543,046 | 10,312 | 40,116 | 1,923,951 | 2,517,425 |
| Disposal | - | - | - | - | (1,661,600) | - | (1,661,600) |
| Reclassification | - | - | (8,295) | (500) | (3,307,904) | 3,232,750 | (83,949) |
| At 31 March 2019 | 29,991,000 | 107,707,716 | 7,589,441 | 9,461,665 | 59,784,608 | 7,352,202 | 221,886,632 |
| Accumulated Depreciation: | | | | | | | |
| At 1 January 2018 | - | 19,058,771 | 6,145,765 | 8,734,255 | 49,017,945 | - | 82,956,736 |
| Charge for the year | - | 4,215,839 | 430,846 | 137,007 | 14,291,008 | - | 19,074,700 |
| Transfers to inventory | - | - | - | - | (7,617,695) | - | (7,617,695) |
| Related to Disposal | - | (1,249,255) | (292,350) | (235,434) | (34,591,329) | - | (36,368,368) |
| At 31 December 2018 | - | 22,025,355 | 6,284,261 | 8,635,828 | 21,099,929 | - | 58,045,373 |
| Charge for the year | - | 1,540,218 | 103,839 | 64,173 | 2,431,185 | - | 4,139,415 |
| Related to Disposal | - | - | - | - | (1,661,600) | - | (1,661,600) |
| Related to reclassification | - | 2,650 | (27,037) | (971) | - | - | (25,358) |
| At 31 March 2019 | - | 23,568,223 | 6,361,063 | 8,699,030 | 21,869,514 | - | 60,497,830 |
| 31 March 2019 (Reviewed) | 29,991,000 | 84,139,493 | 1,228,378 | 762,635 | 37,915,094 | 7,352,202 | 161,388,802 |
| 31 December 2018 (Audited) | 29,991,000 | 85,682,361 | 770,429 | 816,025 | 43,614,067 | 2,195,501 | 163,069,383 |

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13. ACCOUNTS PAYABLE, ACCRUALS AND OTHER PAYABLES

| | 31 Mar 2019 | 31 Dec 2018 |
|------------------------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Accounts payable and advances from customers | 50,227,287 | 47,641,266 |
| Unclaimed dividends | 14,655,223 | 12,471,583 |
| Provision for employees' end of service benefits (a) | 3,615,575 | 3,390,037 |
| Provision for social contribution (b) | 124,381 | 178,510 |
| Accrued expenses | 93,738,123 | 99,956,148 |
| | 162,360,589 | 163,637,544 |

Notes:

(a) Provision for employees' end of service benefits

| | 31 Mar 2019 | 31 Dec 2018 |
|--------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| At 1 January | 3,390,037 | 3,329,810 |
| Charge for the year | 300,259 | 619,527 |
| Payments during the year | (74,721) | (559,300) |
| | 3,615,575 | 3,390,037 |

(b) Contribution to Social and Sports Development Fund

Pursuant to Law No. 13 of 2008 and further clarification of the law issued in 2010, the Group made an appropriation of QR 124,381 for the period ended 31 March 2019 (QR 178,510 for the year ended 31 December 2018) to the Social and Sports Development Fund of Qatar. This amount represents 2.5% of the net profit for the period ended 31 March 2019.

14. ISLAMIC FINANCING UNDER WAKALAH ARRANGEMENTS

The Group has obtained Islamic financing facility under Wakalah arrangement to fund construction and development of taxi complex, driving school and warehouses. The facility is secured and it is repayable at various dates and carries financing charges at commercial rates.

| | 31 Mar 2019 | 31 Dec 2018 |
|------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| At 1 January | 76,423,363 | 101,909,351 |
| Paid | (6,347,603) | (25,485,988) |
| Closing Balance | 70,075,760 | 76,423,363 |

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15. DEFERRED REVENUE

| | 31 Mar 2019 | 31 Dec 2018 |
|-------------------------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Deferred Revenue from Property Development (Note (i)) | 141,484,767 | 150,880,049 |
| Deferred Revenue Related to Driving Academy | 861,845 | - |
| Deferred revenue | 142,346,612 | 150,880,049 |

Note (i)

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 North and West Water Front of Lusail area. This amount is expected to be recognized in the consolidated statement of income based on the percentage of completion of the infrastructure development project.

16. SHARE CAPITAL

| | 31 Mar 2019 | 31 Dec 2018 |
|-------------------------------------------------|--------------------|--------------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Authorized, Issued and Fully paid-up | | |
| 49,480,200 Ordinary Shares of QR 10 each | 494,802,000 | 494,802,000 |

17. LEGAL RESERVE

In accordance with the Qatar Commercial Companies' Law No.11 of 2015, QR 321,621,300 received in excess of the nominal amount of the share issued during the year 2012 has been credited to the Legal reserve. The legal reserve is not available for distribution except in circumstances specified in the said Law. The Group has not appropriated any amount to legal reserve during the year as the reserve had already exceeded 50% of the Group's share capital.

18. DIVIDENDS PAID

At the Annual General Assembly meeting held on 18 February 2019, the shareholders approved a cash dividend distribution equivalent to 5% of the paid-up capital amounting to QR 24,740,100 for the year ended 31 December 2018 (for the year ended 31 December 2017: cash dividend distribution equivalent to 5% of the paid-up capital amounting to QR 24,740,100).

19. RESTATEMENT

In 2010, An agreement was signed between the Group and a local real estate investment company "Customer" to develop homogeneous residential, administrative and entertainment facilities for 895 land plots in Northern Villa and Seafront Western Area in Lusail (A new city under construction in Qatar). The Group's scope of infrastructure development comprises of setting up water, electricity and drainage networks, landscape works, street furniture and street lighting and gas network for land plots assigned with the Group in accordance with the specification in the agreement.

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19. RESTATEMENT (CONTINUED)

Over the period of executing the infrastructure project, the Company was recognizing the revenue from the project using the percentage of completion method.

During 2016, the Customer has identified gaps in specifications and scope of work assigned per contract in terms of landscaping, street lighting, street furnishing and the general layout and instructed the Group to rectify the identified gaps in project (remedial works). Accordingly, the Group acknowledged the gaps identified and obtained quotations for the fulfillment of the gaps from contractors. However, the related estimated costs for the remedial work were not considered in the overall budgeted cost in 2016 and 2017 which were the basis of revenue recognised in the past, as a consequence, revenues in 2016 and 2017 were misstated.

The expected cost increases were not considered by the management in their project budgets and no revision to the project cost to complete budget is made with respect to this triggering event in 2016. In addition, the scope of work performed (remedial work) were not charged to the property development cost in 2016 and 2017. The associated costs of remedial work carried out by the main subcontractor for the year ended 31 December 2016 amounted to QR 73,204,470 and for the year ended 31 December 2017 amounted to QR 959,180.

During 2018, in light of the change in property development department's key executive, the management has identified these lapses and were able to conclude that they have not accounted for these operational changes (budget revision and accrual of contract cost) resulting to misstatement in revenue and contract cost for the years ended 31 December 2016 and 2017.

Note (a)

During the three months period ended 31 March 2018, the management has accounted for the revenues on property development project up to the extent of the costs incurred. As a result of the matters explained above, the results for the period ended 31 March 2018 is restated to reflect changes arisen from the property development project.

Note (b)

The Group had reclassified all its investment securities held at 1 January 2018 from Available-for-sale (AFS) Equity securities classification under IAS 39 to Fair Value Through Profit or Loss (FVPL) as a part of its transition to IFRS 9. However, the changes in fair value for the period ended 31 March 2018 has been erroneously accounted for through the Other Comprehensive income and the corresponding loss is recognised within fair value reserve in equity. The management had rectified the error and corrected the classification error appropriately during the period ended 31 March 2019.

Impact on the consolidated income statement;

| | As reported in the consolidated condensed financial statements for the period ended 31 March 2018 | Adjustments for the period ended 31 March 2018 | As restated for the period ended 31 March 2018 |
|------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------|------------------------------------------------------|---------------------------------------------------------|
| | QR | QR | QR |
| Revenue from real estate property development (a) | 10,625,697 | 3,509,226 | 14,134,923 |
| Reclassification of fair value loss on investment securities (b) | - | (2,876,224) | (2,876,224) |
| Profit for the year | 1,241,389 | 633,002 | 1,874,391 |

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20. REVENUES FROM CORE BUSINESS

| | | | 31 Mar 2019 | 31 Mar 2018 |
|-----------------------------------------------|--------------------|--------------------|-------------------|-------------------|
| | | | (Reviewed) | (Not Reviewed) |
| | | | QR | (Restated) |
| | | | QR | QR |
| Revenue from leasing operations | | | 981,897 | 620,479 |
| | 31 Mar 2019 | 31 Mar 2018 | | |
| <i>Morabaha</i> | 248,553 | 460,970 | | |
| <i>Ijarah</i> | 733,344 | 159,509 | | |
| Type of goods or services | | | | |
| Revenue from taxi operations | | | 11,617,743 | 17,498,948 |
| Revenue from plots resale | | | 233,009 | 251,347 |
| Revenue from real estate property development | | | 9,395,283 | 14,134,923 |
| Revenue from warehouse rental | | | 1,170,000 | - |
| Revenue from driving academy operations | | | 438,215 | - |
| | | | 23,836,147 | 32,505,697 |

All the revenue sources of the Group are recognized over the period of time as the customer receives the benefits as and when the services are offered. All revenue sources are earned inside the State of Qatar.

21. INCOME FROM INVESTMENTS

| | | | 31 Mar 2019 | 31 Mar 2018 |
|------------------------------------------------------------|--|--|------------------|------------------|
| | | | (Reviewed) | (Not Reviewed) |
| | | | QR | (Restated) |
| | | | QR | QR |
| Gain (loss) on fair value of investment securities at FVPL | | | 708,011 | (2,876,224) |
| Dividend income | | | 8,788,622 | 11,471,001 |
| Other income from financial assets | | | - | 43,601 |
| | | | 9,496,633 | 8,638,378 |

22. SEGMENT REPORTING

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

- Financial Leasing
- Property Development
- Driving School
- Taxi Services (including Limousine)

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

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22. SEGMENT REPORTING (CONTINUED)

The following table presents segment revenues and profits of the Group's operating segments as at 31 March 2019 and 31 March 2018:

| For the three months ended 31 Mar 2019 (Reviewed) | Financial Leasing QR | Property Development QR | Driving School QR | Taxi Services QR | Holding QR | Elimination QR | Total QR |
|------------------------------------------------------|----------------------------|-------------------------------|-------------------------|------------------------|------------------|-------------------|-------------------|
| Revenues and Gains: | | | | | | | |
| External Parties | 1,276,534 | 10,912,728 | 459,690 | 12,443,229 | 9,700,554 | - | 34,792,735 |
| Internal Parties | - | - | - | 558,396 | - | (558,396) | - |
| Total Revenues and Gains | 1,276,534 | 10,912,728 | 459,690 | 13,001,625 | 9,700,554 | (558,396) | 34,792,735 |
| Profit (Loss) for the period | (2,769,409) | 2,243,636 | (707,306) | (2,447,546) | 8,655,868 | - | 4,975,243 |
| Finance Income | 13,579 | 1,221,526 | 254 | 479,223 | 2,964,205 | - | 4,678,787 |
| Finance Cost | - | (727,552) | - | - | (11,850) | - | (739,402) |
| Depreciation and amortization | (1,025) | (1,450,788) | (115,358) | (2,511,094) | (61,150) | - | (4,139,415) |

| For the three months ended 31 Mar 2018 (Not Reviewed) (Restated) | Financial Leasing QR | Property Development QR | Driving School QR | Taxi Services QR | Holding QR | Elimination QR | Total QR |
|---------------------------------------------------------------------|----------------------------|-------------------------------|-------------------------|------------------------|------------------|-------------------|-------------------|
| Revenues and Gains: | | | | | | | |
| External Parties | 930,999 | 14,653,891 | - | 17,922,525 | 7,847,008 | - | 41,354,423 |
| Total Revenues and Gains | 930,999 | 14,653,891 | - | 17,922,525 | 7,847,008 | - | 41,354,423 |
| Profit (Loss) for the period | 1,289,393 | 3,744,873 | (69,731) | (7,127,702) | 4,037,558 | - | 1,874,391 |
| Finance Income | 727,154 | 953,152 | - | 34,201 | 2,764,587 | - | 4,479,094 |
| Depreciation and amortization | (1,025) | (683,712) | - | (5,030,175) | (52,340) | - | (5,767,252) |

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22. SEGMENT REPORTING (CONTINUED)

The following table presents segment assets and liabilities of the Group's operating segments as at 31 March 2019 and 31 December 2018.

| As at 31 Mar 2019 (Reviewed) | Financial Leasing | Transportation | Property Development | Driving School | Taxi Services | Holding | Elimination | Total |
|-------------------------------------|--------------------------|-----------------------|-----------------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|
| | QR | QR | QR | QR | QR | QR | QR | QR |
| Current Asset | 294,918,704 | 19,081,745 | 338,123,814 | 1,604,545 | 67,211,304 | 385,270,555 | (488,424,928) | 617,785,739 |
| Non-Current Assets | 13,902,790 | 183,680 | 222,754,449 | 14,469,550 | 38,396,068 | 162,684,305 | | 452,390,842 |
| Total Assets | 308,821,494 | 19,265,425 | 560,878,263 | 16,074,095 | 105,607,372 | 547,954,860 | (488,424,928) | 1,070,176,581 |
| Current Liabilities | (6,821,902) | (79,454) | (228,147,396) | (18,403,002) | (341,446,981) | (182,461,642) | 442,224,928 | (335,135,449) |
| Non-Current Liabilities | (87,317) | - | (36,998,448) | (51,716) | (587,390) | (2,816,094) | - | (40,540,965) |
| Total Liabilities | (6,909,219) | (79,454) | (265,145,844) | (18,454,718) | (342,034,371) | (185,277,736) | 442,224,928 | (375,676,414) |

| As at 31 December 2018 (Audited) | Financial Leasing | Transportation | Property Development | Driving School | Taxi Services | Holding | Elimination | Total |
|-----------------------------------------|--------------------------|-----------------------|-----------------------------|-----------------------|----------------------|----------------------|----------------------|----------------------|
| | QR | QR | QR | QR | QR | QR | QR | QR |
| Current Asset | 292,052,249 | 19,272,800 | 345,502,180 | 382,220 | 72,045,302 | 459,221,419 | (541,921,017) | 646,555,153 |
| Non-Current Assets | 19,669,565 | 183,680 | 222,658,945 | 14,009,012 | 40,531,927 | 161,958,046 | - | 459,011,175 |
| Total Assets | 311,721,814 | 19,456,480 | 568,161,125 | 14,391,232 | 112,577,229 | 621,179,465 | (541,921,017) | 1,105,566,328 |
| Current Liabilities | (6,966,670) | (270,510) | (237,685,763) | (16,033,541) | (345,976,859) | (239,413,206) | 495,721,017 | (350,625,532) |
| Non-Current Liabilities | (73,459) | - | (36,986,579) | (31,008) | (579,823) | (2,644,555) | - | (40,315,424) |
| Total Liabilities | (7,040,129) | (270,510) | (274,672,342) | (16,064,549) | (346,556,682) | (242,057,761) | 495,721,017 | (390,940,956) |

During 2017, the Board of Directors decided to hold the operations of Transportation division of the Group, which was primarily focusing on industrial equipment transportation. However, the Board of Directors are currently reassessing the strategy on equipment transportation business and accordingly no operations took place during the period ended 31 March 2019.

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23. CONTINGENT LIABILITIES AND COMMITMENTS

| | 31 Mar 2019 | 31 Dec 2018 |
|-----------------------------------------|-------------|-------------|
| | (Reviewed) | (Audited) |
| | QR | QR |
| Letter of guarantees from Islamic banks | 17,038,000 | 17,038,000 |
| Capital commitments | 146,358,858 | 188,421,605 |

24. BASIC AND DILUTED EARNINGS PER SHARE

| | Three months ended | |
|--------------------------------------------------|--------------------|------------------------------|
| | 31 Mar 2019 | 31 Mar 2018 |
| | (Reviewed) | (Not Reviewed) (Restated) |
| Net profit for the period (QR) | 4,975,243 | 1,874,391 |
| Weighted average number of shares | 49,480,200 | 49,480,200 |
| Basic and Diluted Earnings per share (QR) | 0.10 | 0.04 |

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

| | Three months ended | |
|--------------------------------------------------|--------------------|------------------------------|
| | 31 Mar 2019 | 31 Mar 2018 |
| | (Reviewed) | (Not Reviewed) (Restated) |
| Qualifying shares at the beginning of the period | 49,480,200 | 49,480,200 |
| Balance at end of the period | 49,480,200 | 49,480,200 |

25. RELATED PARTY DISCLOSURES

Related parties represent major shareholders, directors and key management personnel of the Group and companies in which they are major owners. Pricing policies and terms of these transactions are approved by the Group's management.

Key management personnel remuneration

| | Three months ended | |
|---------------------------------------|--------------------|------------------------------|
| | 31 Mar 2019 | 31 Mar 2018 |
| | (Reviewed) | (Not Reviewed) (Restated) |
| | QR | QR |
| Key management personnel remuneration | 1,319,676 | 925,342 |

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26. FINANCIAL RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

Financial Risk Factors

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The interim condensed consolidated financial statements do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Group's annual financial statements as at 31 December 2018.

There have been no changes in the risk management policies during this period.

Fair Value Estimation

Financial instruments comprise financial assets and financial liabilities. Financial assets consist of cash and cash equivalents, installments and due from customers and investment securities and certain other financial receivables. Financial liabilities consist of Islamic financing under wakalah arrangements, accounts payable, and certain other accruals.

Management believes that the fair values of financial assets and liabilities are not materially different from their carrying values.

27. SHARE SPLIT

On 18 February 2019, the shareholders of the Group and the Extraordinary General Meeting approved the par value of the ordinary share to be amended from QR 10 per share to of QR 1 per share, as per the instructions of Qatar Financial Markets Authority, and amendment of the related Articles of Association.

The share split has not yet been implemented pending completion of legal formalities, as at the end of the reporting period.

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28. COMPARATIVE FIGURES

At the Annual General Assembly meeting held on 18 February 2019, the shareholders approved a resolution to transfer all the dividends paid out for the years ended 31 December 2015, 2016 and 2017 to be transferred out of the legal reserve instead from the previously reported retained earnings. Accordingly, the Group had transferred the respective dividends paid out of previously reported retained earnings respectively amounting to QR 64,179,684 at 1 January 2018 (cumulative) and QR 49,480,200 (cumulative) at 1 January 2017 from the legal reserve. The below reclassification adjustments were made pursuant to the shareholders resolution.

| | As presented in the consolidated financial statements for the year ended 31 December 2018 | Reclassification pursuant to the shareholders resolution | As presented in comparatives of these consolidated condensed financial statements as at 1 January 2019 |
|--------------------|--------------------------------------------------------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|
| | QR | QR | QR |
| Legal Reserve | 476,187,993 | (64,179,684) | 412,008,309 |
| Accumulated losses | (256,364,621) | 64,179,684 | (192,184,937) |

| | As presented in the consolidated financial statements for the year ended 31 December 2017 | Reclassification pursuant to the shareholders resolution | As presented in comparatives of these consolidated condensed financial statements as at 1 January 2018 |
|-------------------|--------------------------------------------------------------------------------------------------|-----------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------|
| | QR | QR | QR |
| Legal Reserve | 486,228,609 | (49,480,200) | 436,748,409 |
| Retained earnings | 14,699,483 | 49,480,200 | 64,179,683 |

The above reclassifications have not resulted in any changes to previously reported net profit or equity.