



VODAFONE QATAR P.Q.S.C.

**INTERIM CONDENSED
FINANCIAL STATEMENTS
FOR THE NINE MONTH PERIOD ENDED
30 SEPTEMBER 2019**



INTERIM CONDENSED STATEMENT OF INCOME
For the nine month period ended 30 September 2019

	Nine months ended 30 September	
	2019	2018
	(Unaudited)	(Unaudited)
	QR'000	QR'000
Revenue	1,553,176	1,534,791
Interconnection and other direct expenses	(565,232)	(570,150)
Employee salaries and benefits	(169,347)	(177,065)
Network, rentals and other operational expenses	(289,860)	(362,115)
Depreciation of property, plant and equipment	(170,418)	(191,598)
Amortisation of intangible assets	(129,769)	(127,572)
Depreciation of right-of-use assets	(62,906)	-
Loss on disposal of property, plant and equipment	-	(1)
Industry fee	(13,320)	(8,731)
Operating profit	152,324	97,559
Wakala contract cost	(24,067)	(21,403)
Other financing costs	(22,071)	(3,943)
Profit from mudaraba	2,239	3,208
Profit for the period	108,425	75,421
Basic and diluted earnings per share (in QR per share)	0.026	0.018



INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the nine month period ended 30 September 2019


	Nine months ended 30 September	
	2019 (Unaudited) QR'000	2018 (Unaudited) QR'000
Profit for the period	108,425	75,421
Other comprehensive income	-	-
Total comprehensive income for the period	108,425	75,421

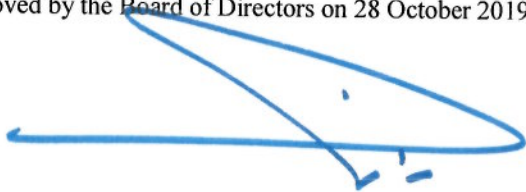


INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 September 2019

	30 September 2019 (Unaudited) QR'000	31 December 2018 (Audited) QR'000
Non-current assets		
Property, plant and equipment	1,341,569	1,292,463
Intangible assets	4,475,057	4,428,490
Right-of-use assets	337,256	-
Trade and other receivables	34,276	25,501
Total non-current assets	6,188,158	5,746,454
Current assets		
Inventories	15,117	35,289
Contract assets	31,941	26,660
Contract costs	5,172	4,421
Trade and other receivables	324,892	268,613
Cash and bank balances	342,319	401,278
Total current assets	719,441	736,261
Total assets	6,907,599	6,482,715
Equity		
Share capital	4,227,000	4,227,000
Legal reserve	60,068	51,493
Retained earnings	198,036	312,247
Total equity	4,485,104	4,590,740
Non-current liabilities		
Provisions	108,854	103,047
Lease liabilities	236,337	-
Trade and other payables	105,310	53,246
Total non-current liabilities	450,501	156,293
Current liabilities		
Wakala contract	844,120	820,105
Lease liabilities	90,174	-
Trade and other payables	1,037,700	915,577
Total current liabilities	1,971,994	1,735,682
Total liabilities	2,422,495	1,891,975
Total equity and liabilities	6,907,599	6,482,715

These interim condensed financial statements were approved by the Board of Directors on 28 October 2019 and were signed on its behalf by:


Abdulla Bin Nasser Al Misnad
Chairman


Rashid Fahad Al Naimi
Managing Director



INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY
For the nine month period ended 30 September 2019

	Share capital	Legal reserve	Retained earnings/(Accumulated losses)			Total equity
			Distributable profits	Accumulated losses	Total	
	QR'000	QR'000	QR'000	QR'000	QR'000	QR'000
Balance as at 1 January 2018 (Audited)	8,454,000	41,400	247,943	(4,271,729)	(4,023,786)	4,471,614
Impact of change in accounting policy- Initial application of IFRS 9 and IFRS 15	-	-	-	2,868	2,868	2,868
Restated balance as at 1 January 2018	8,454,000	41,400	247,943	(4,268,861)	(4,020,918)	4,474,482
Profit for the period	-	-	-	75,421	75,421	75,421
Total comprehensive income for the period	-	-	-	75,421	75,421	75,421
Transfer to distributable profits	-	-	138,465	(138,465)	-	-
Transfer to legal reserve	-	6,923	(6,923)	-	(6,923)	-
Balance as at 30 September 2018 (Unaudited)	8,454,000	48,323	379,485	(4,331,905)	(3,952,420)	4,549,903
Balance as at 1 January 2019 (Audited)	4,227,000	51,493	396,314	(84,067)	312,247	4,590,740
Profit for the period	-	-	-	108,425	108,425	108,425
Total comprehensive income for the period	-	-	-	108,425	108,425	108,425
Transfer to distributable profits	-	-	171,495	(171,495)	-	-
Transfer to legal reserve	-	8,575	(8,575)	-	(8,575)	-
Dividend for the year ended 31 December 2018	-	-	(211,350)	-	(211,350)	(211,350)
Transfer to social and sports fund	-	-	(2,711)	-	(2,711)	(2,711)
Balance as at 30 September 2019 (Unaudited)	4,227,000	60,068	345,173	(147,137)	198,036	4,485,104



INTERIM CONDENSED STATEMENT OF CASH FLOWS
For the nine month period ended 30 September 2019

	Nine months ended 30 September	
	2019 (Unaudited) QR'000	2018 (Unaudited) QR'000
Cash flows from operating activities		
Net profit for the period	108,425	75,421
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	170,418	191,598
Amortisation of intangible assets	129,769	127,572
Depreciation of right-of-use assets	62,906	-
Profit from mudaraba	(2,239)	(3,208)
Other financing costs	22,071	3,943
Wakala contract cost	24,067	21,403
Loss on disposal of property, plant and equipment	-	1
<i>Change in operating assets and liabilities</i>		
Decrease in inventories	20,172	21,757
Increase in trade and other receivables	(77,551)	(13,823)
Increase in contract assets	(5,281)	-
Increase in contract costs	(751)	-
Increase/ (decrease) in trade and other payables	82,298	(46,151)
Increase/ (decrease) in provisions	5,808	(14,053)
Net cash flows from operating activities	540,112	364,460
Cash flows used in investing activities		
Purchase of property, plant and equipment	(219,524)	(160,673)
Purchase of intangible assets	(102,369)	(52,579)
Movement in restricted bank accounts	(6,045)	132
Profit received from mudaraba	2,239	3,208
Net cash flows used in investing activities	(325,699)	(209,912)
Cash flows used in financing activities		
Repayment of lease liabilities	(74,112)	-
Dividend paid	(205,305)	(1,182)
Repayment of wakala contract	-	(12,217)
Net cash flows used in financing activities	(279,417)	(13,399)
Net (decrease)/ increase in cash and cash equivalents	(65,004)	141,149
Cash and cash equivalents at the beginning of the period	390,601	198,558
Cash and cash equivalents at the end of the period	325,597	339,707