

**Industries Qatar Q.S.C.**

**CONSOLIDATED FINANCIAL STATEMENTS**

**30 SEPTEMBER 2012**

# Industries Qatar Q.S.C.

## CONSOLIDATED STATEMENT OF INCOME

For the Period ended 30 September 2012

	<i>Nine months ended 30 September</i>	
	<i>2012</i>	<i>2011</i>
	<i>QR'000</i>	<i>QR'000</i>
Revenues	14,225,779	12,537,791
Direct costs	<u>(6,697,463)</u>	<u>(5,737,289)</u>
<b>GROSS PROFIT</b>	<b>7,528,316</b>	<b>6,800,502</b>
Other income	232,202	249,657
General and administrative expenses	(615,763)	(452,184)
Selling expenses	(186,307)	(159,269)
Finance costs	(197,951)	(120,702)
Share of results of associates	(32,785)	55,060
Other costs	(98,246)	(113,966)
Impairment of available-for-sale investments	<u>-</u>	<u>(9,615)</u>
<b>PROFIT FOR THE PERIOD</b>	<b><u>6,629,466</u></b>	<b><u>6,249,483</u></b>
<b>Attributable to:</b>		
Equity holders of the parent	6,656,572	6,244,888
Non-controlling interest	<u>(27,106)</u>	<u>4,595</u>
	<b><u>6,629,466</u></b>	<b><u>6,249,483</u></b>
<b>BASIC AND DILUTED EARNINGS PER SHARE</b>	<b><u>12.10</u></b>	<b><u>11.35</u></b>
(Expressed as QR per share)		

# Industries Qatar Q.S.C.

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Period ended 30 September 2012

	<i>Nine months ended 30 September</i>	
	<i>2012</i>	<i>2011</i>
	<i>QR'000</i>	<i>QR'000</i>
<b>Profit for the period</b>	<b><u>6,629,466</u></b>	<b><u>6,249,483</u></b>
<b>Other comprehensive income</b>		
Net movement in fair value of cash flow hedges	(30,605)	(191,597)
Net movement in fair value of available-for-sale investments	<u>(22,379)</u>	<u>(44,989)</u>
<b>Other comprehensive (loss)/income for the period</b>	<b><u>(52,984)</u></b>	<b><u>(236,586)</u></b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b><u>6,576,482</u></b>	<b><u>6,012,897</u></b>
<b>Attributable to:</b>		
Equity holders of the parent	6,603,588	6,008,302
Non-controlling interest	<u>(27,106)</u>	<u>4,595</u>
	<b><u>6,576,482</u></b>	<b><u>6,012,897</u></b>

# Industries Qatar Q.S.C.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2012

	<i>30 September 2012 QR'000</i>	<i>31 December 2011 QR'000 (Audited)</i>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	<b>20,155,613</b>	9,589,230
Projects under development	<b>1,939,859</b>	11,905,716
Investment properties	<b>133,229</b>	133,229
Intangible assets	<b>164,542</b>	169,250
Investment in associates	<b>1,721,196</b>	1,742,821
Available-for-sale investments	<b>656,060</b>	674,924
Catalysts	<b>92,309</b>	106,886
Other non-current assets	<b>187</b>	2,509
	<b>24,862,995</b>	24,324,565
<b>Current assets</b>		
Inventories	<b>2,159,055</b>	2,230,641
Accounts receivable and prepayments	<b>3,098,616</b>	2,665,175
Due from related parties	<b>1,174,763</b>	593,734
Held-for-trading investments	<b>7,251</b>	4,141
Bank balances and cash	<b>8,175,774</b>	6,960,094
	<b>14,615,459</b>	12,453,785
<b>TOTAL ASSETS</b>	<b>39,478,454</b>	36,778,350

Industries Qatar Q.S.C.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

At 30 September 2012

	<i>30 September 2012 QR'000</i>	<i>31 December 2011 QR'000 (Audited)</i>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	5,500,000	5,500,000
Legal reserve	281,003	276,791
Cumulative changes in fair value	292,332	314,711
Hedging reserve	(620,007)	(589,402)
Retained earnings	<u>23,261,983</u>	<u>20,734,623</u>
<b>Equity attributable to the parent</b>	<b>28,715,311</b>	<b>26,236,723</b>
Non-controlling interest	<u>365,254</u>	<u>394,610</u>
<b>Total equity</b>	<b><u>29,080,565</u></b>	<b><u>26,631,333</u></b>
<b>Non-current liabilities</b>		
Interest bearing loans and borrowings	4,983,021	5,535,140
Employees' end of service benefits	240,530	219,877
Other financial liabilities	<u>571,722</u>	<u>549,949</u>
	<u>5,795,273</u>	<u>6,304,966</u>
<b>Current liabilities</b>		
Accounts payable and accruals	1,661,613	1,384,261
Due to related parties	1,033,787	1,109,232
Other financial liabilities	20,864	21,228
Interest bearing loans and borrowings	<u>1,886,352</u>	<u>1,327,330</u>
	<u>4,602,616</u>	<u>3,842,051</u>
<b>Total liabilities</b>	<b><u>10,397,889</u></b>	<b><u>10,147,017</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>39,478,454</u></b>	<b><u>36,778,350</u></b>

.....  
 Dr. Mohammed Bin Saleh Al-Sada  
 Minister of Energy and Industry  
 Chairman and Managing Director

.....  
 Hamad Rashid Al-Mohannadi  
 Vice Chairman

# Industries Qatar Q.S.C.

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the Period ended 30 September 2012

	<i>Nine months ended 30 September</i>	<i>2011</i>
	<i>2012</i>	<i>2011</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>QR'000</i>	<i>QR'000</i>
<b>OPERATING ACTIVITIES</b>		
Profit for the period	<b>6,629,466</b>	6,249,483
Adjustments for:		
Depreciation and amortisation	<b>764,965</b>	505,517
Provision for employees' end of service benefits	<b>51,396</b>	41,180
Unrealized (gain)/loss on investments held-for-trading	<b>(1,620)</b>	639
Share of results from associates	<b>32,785</b>	(55,060)
Loss on disposal of property, plant and equipment	<b>27,411</b>	31,812
Finance costs	<b>197,951</b>	120,702
Impairment of available-for-sale investments	<b>-</b>	9,615
Interest income	<b>(72,235)</b>	(54,904)
	<b>7,630,119</b>	6,848,984
Working capital changes:		
Inventories	<b>77,329</b>	(53,251)
Accounts receivable and prepayments and due from related parties	<b>(1,014,470)</b>	(403,519)
Accounts payable and accruals and due to related parties	<b>201,907</b>	283,226
Cash from operations	<b>6,894,885</b>	6,675,440
Finance costs paid	<b>(197,951)</b>	(120,702)
Employees' end of service benefits paid	<b>(30,744)</b>	(32,229)
Net cash from operating activities	<b>6,666,190</b>	6,522,509
<b>INVESTING ACTIVITIES</b>		
Proceeds from disposals of property, plant and equipment	<b>498</b>	215
Purchases of catalysts and intangible assets	<b>(3,012)</b>	(48,715)
Net movement in PPE & projects under development	<b>(1,384,403)</b>	(2,134,083)
Net movement in available-for-sale investments	<b>(3,516)</b>	(39,029)
Net movement in other assets	<b>2,323</b>	2,120
Dividends received from associates	<b>5,000</b>	5,000
Net movements in held for trading investments	<b>(1,490)</b>	(13,106)
Net movement in deposits maturing after 90 days	<b>(1,303,150)</b>	(1,915,000)
Net movement in investment properties	<b>-</b>	142,800
Interest received	<b>72,235</b>	54,904
Additional investments in associate	<b>(13,577)</b>	(305,841)
Net cash used in investing activities	<b>(2,629,094)</b>	(4,250,735)
<b>FINANCING ACTIVITIES</b>		
Net movement in interest-bearing loans and borrowings	<b>2,683</b>	(400,954)
Proceeds from additional capital contribution	<b>-</b>	390,000
Dividends paid	<b>(4,125,000)</b>	(3,025,000)
Dividend paid to minority shareholders	<b>(2,250)</b>	(2,250)
Net cash used in financing activities	<b>(4,124,567)</b>	(3,038,204)
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(87,470)</b>	(766,430)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD</b>	<b>6,756,094</b>	5,290,412
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>6,668,624</b>	4,523,982

Industries Qatar Q.S.C.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the Period ended 30 September 2012

	<i>Attributable to the equity holders of the parent</i>							<i>Total QR'000</i>
	<i>Share capital QR'000</i>	<i>Legal reserve QR'000</i>	<i>Cumulative changes in fair value QR'000</i>	<i>Hedging reserve QR'000</i>	<i>Retained earnings QR'000</i>	<i>Total QR'000</i>	<i>Non- controlling interest QR'000</i>	
Balance at 1 January 2012	<b>5,500,000</b>	<b>276,791</b>	<b>314,711</b>	<b>(589,402)</b>	<b>20,734,623</b>	<b>26,236,723</b>	<b>394,610</b>	<b>26,631,333</b>
Profit for the period	-	-	-	-	6,656,572	6,656,572	(27,106)	6,629,466
Other comprehensive loss for the period	-	-	(22,379)	(30,605)	-	(52,984)	-	(52,984)
Total comprehensive income for the period	-	-	(22,379)	(30,605)	6,656,572	6,603,588	(27,106)	6,576,482
Transfer to legal reserve	-	4,212	-	-	(4,212)	-	-	-
Dividends paid	-	-	-	-	(4,125,000)	(4,125,000)	(2,250)	(4,127,250)
<b>Balance at 30 September 2012</b>	<b>5,500,000</b>	<b>281,003</b>	<b>292,332</b>	<b>(620,007)</b>	<b>23,261,983</b>	<b>28,715,311</b>	<b>365,254</b>	<b>29,080,565</b>
<b>Balance at 1 January 2011</b>	<b>5,500,000</b>	<b>203,320</b>	<b>315,152</b>	<b>(465,511)</b>	<b>16,097,871</b>	<b>21,650,832</b>	<b>13,621</b>	<b>21,664,453</b>
Profit for the period	-	-	-	-	6,244,888	6,244,888	4,595	6,249,483
Other comprehensive loss for the period	-	-	(44,989)	(191,597)	-	(236,586)	-	(236,586)
Total comprehensive income for the period	-	-	(44,989)	(191,597)	6,244,888	6,008,302	4,595	6,012,897
Transfer to legal reserve	-	40,223	-	-	(40,223)	-	-	-
Dividends paid	-	-	-	-	(3,025,000)	(3,025,000)	(2,250)	(3,027,250)
Capital contribution	-	-	-	-	-	-	390,000	390,000
<b>Balance at 30 September 2011</b>	<b>5,500,000</b>	<b>243,543</b>	<b>270,163</b>	<b>(657,108)</b>	<b>19,277,536</b>	<b>24,634,134</b>	<b>405,966</b>	<b>25,040,100</b>

