

**Medicare Group (Q.P.S.C.)**

**INTERIM CONDENSED  
FINANCIAL STATEMENTS**

**31 MARCH 2021**

# Medicare Group (Q.P.S.C.)

## INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION

At 31 March 2021

	Notes	31 March 2021 (Unaudited) QR	31 December 2020 (Audited) QR
<b>Assets</b>			
<b>Non-current assets</b>			
Property and equipment	4	987,323,659	978,037,744
Investment properties		25,868,933	25,868,933
Right-of-use assets		60,767,570	61,763,744
Investments at fair value through other comprehensive income		<u>65,656,353</u>	<u>66,034,304</u>
		<b>1,139,616,515</b>	<b>1,131,704,725</b>
<b>Current assets</b>			
Inventories		27,239,890	23,490,236
Accounts receivable and prepayments	5	101,543,886	97,449,719
Cash and bank balances	6	<u>30,560,330</u>	<u>64,154,634</u>
		<b>159,344,106</b>	<b>185,094,589</b>
<b>Total assets</b>		<b>1,298,960,621</b>	<b>1,316,799,314</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital		281,441,000	281,441,000
Legal reserve		100,188,074	100,188,074
Fair value reserve		11,261,409	11,639,360
Revaluation surplus		555,120,469	555,991,147
Retained earnings		<u>22,854,145</u>	<u>78,972,970</u>
<b>Total equity</b>		<b>970,865,097</b>	<b>1,028,232,551</b>
<b>Non-current liabilities</b>			
Bank facilities		39,044,788	22,761,260
Lease liabilities		61,432,062	62,014,922
Employees' end of service benefits		<u>70,911,612</u>	<u>70,672,752</u>
		<b>171,388,462</b>	<b>155,448,934</b>
<b>Current liabilities</b>			
Accounts payable and accruals		139,296,210	117,264,310
Bank facilities		14,989,692	13,362,931
Lease liabilities		2,288,445	2,357,873
Retention payable		<u>132,715</u>	<u>132,715</u>
		<b>156,707,062</b>	<b>133,117,829</b>
<b>Total liabilities</b>		<b>328,095,524</b>	<b>288,566,763</b>
<b>Total equity and liabilities</b>		<b>1,298,960,621</b>	<b>1,316,799,314</b>

These interim condensed financial statements were approved and signed on behalf of the Board of Directors by the following on 21 April 2021:



Khalifa Bin Thani Bin Abdulla Al-Thani  
Chairman



Khalid Mohammed Al-Emadi  
Chief Executive Officer

The attached notes 1 to 8 form part of these interim condensed financial statements.

Medicare Group (Q.P.S.C.)

INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND  
OTHER COMPREHENSIVE INCOME

For the three-month period ended 31 March 2021

	<i>Notes</i>	<b>31 March 2021 (Unaudited) QR</b>	<b>31 March 2020 (Unaudited) QR</b>
Operating income		<b>123,945,609</b>	130,343,304
Operating costs	7	<b>(76,443,979)</b>	(78,291,848)
<b>Gross profit</b>		<b>47,501,630</b>	52,051,456
Other income		<b>3,047,078</b>	3,538,979
Income from deposits with an Islamic Bank		<b>142,973</b>	111,458
General and administrative expenses	8	<b>(23,273,396)</b>	(24,760,404)
Provision for impairment of receivables		-	(4,483,130)
Depreciation of property and equipment		<b>(3,795,697)</b>	(3,725,229)
Amortisation of right-of-use assets		<b>(996,174)</b>	(1,166,762)
Finance costs		<b>(812,437)</b>	(873,382)
<b>Net profit for the period</b>		<b>21,813,977</b>	20,692,986
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>			
Net loss from investments at fair value through other comprehensive income		<b>(377,951)</b>	(12,971,451)
<b>Other comprehensive income for the period</b>		<b>(377,951)</b>	(12,971,451)
<b>Total comprehensive income for the period</b>		<b>21,436,026</b>	7,721,535
<b>Basic and diluted earnings per share (expressed in Qatari Riyals per share)</b>		<b>0.08</b>	0.07

## Medicare Group (Q.P.S.C.)

### INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2021

	Share capital QR	Legal reserve QR	Fair value reserve QR	Revaluation Surplus QR	Retained earnings QR	Total equity QR
Balance at 1 January 2020 (Audited)	281,441,000	91,637,240	9,044,099	559,467,700	79,480,102	1,021,070,141
Net profit for the period	-	-	-	-	20,692,986	20,692,986
Other comprehensive income	-	-	(12,971,451)	-	-	(12,971,451)
<b>Total comprehensive income</b>	-	-	(12,971,451)	-	20,692,986	7,721,535
Dividends	-	-	-	-	(78,803,480)	(78,803,480)
Transfer of depreciation of revalued assets	-	-	-	(872,700)	872,700	-
<b>Balance at 31 March 2020 (Unaudited)</b>	<b>281,441,000</b>	<b>91,637,240</b>	<b>(3,927,352)</b>	<b>558,595,000</b>	<b>22,242,308</b>	<b>949,988,196</b>
Balance at 1 January 2021 (Audited)	281,441,000	100,188,074	11,639,360	555,991,147	78,972,970	1,028,232,551
Net profit for the period	-	-	-	-	21,813,977	21,813,977
Other comprehensive income	-	-	(377,951)	-	-	(377,951)
<b>Total comprehensive income</b>	-	-	(377,951)	-	21,813,977	21,436,026
Dividends	-	-	-	-	(78,803,480)	(78,803,480)
Transfer of depreciation of revalued assets	-	-	-	(870,678)	870,678	-
<b>Balance at 31 March 2021 (Unaudited)</b>	<b>281,441,000</b>	<b>100,188,074</b>	<b>11,261,409</b>	<b>555,120,469</b>	<b>22,854,145</b>	<b>970,865,097</b>

The attached notes 1 to 8 form part of these interim condensed financial statements.

## Medicare Group (Q.P.S.C.)

### INTERIM CONDENSED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2021

	<i>Notes</i>	<b>31 March 2021 (Unaudited) QR</b>	<b>31 March 2020 (Unaudited) QR</b>
<b>Operating activities</b>			
Net profit for the period		<b>21,813,977</b>	20,692,986
<i>Adjustments for:</i>			
Depreciation of property and equipment	4	<b>6,009,716</b>	5,494,360
Amortisation of right-of-use assets		<b>996,174</b>	1,166,762
Provision for impairment of receivables		-	4,483,130
Provision for employees' end of service benefits		<b>2,220,449</b>	2,285,527
Finance costs		<b>812,437</b>	873,382
Income from deposits with an Islamic bank		<b>(142,973)</b>	(111,458)
Dividend income		<b>(1,886,819)</b>	(2,344,634)
Operating profit before working capital changes		<b>29,822,961</b>	32,540,055
<i>Working capital changes:</i>			
Inventories		<b>(3,749,654)</b>	(2,368,807)
Accounts receivable and prepayments		<b>(4,094,166)</b>	(2,618,402)
Accounts payable and accruals		<b>5,183,936</b>	14,491,514
Retention payable		-	(356,689)
Cash generated from operations		<b>27,163,077</b>	41,687,671
Employees' end of service benefits paid		<b>(1,981,589)</b>	(925,123)
Contribution paid to the social and sports fund		-	(1,954,969)
Finance costs paid		<b>(16,726)</b>	(36,813)
<b>Net cash flow from operating activities</b>		<b>25,164,762</b>	38,770,766
<b>INVESTING ACTIVITIES</b>			
Additions to property and equipment	4	<b>(15,295,631)</b>	(16,563,659)
Net movement in deposits with maturity of more than 90 days		-	35,000,000
Additional investments at fair value through other comprehensive income		-	(105,319)
Income received from deposits with an Islamic bank		<b>142,973</b>	473,096
Dividend income received		<b>1,886,820</b>	2,344,634
<b>Net cash flow (used in) from investing activities</b>		<b>(13,265,838)</b>	21,148,752
<b>FINANCING ACTIVITIES</b>			
Cash dividends paid		<b>(61,955,520)</b>	(70,857,203)
Additional bank facilities obtained during the period		<b>23,000,000</b>	16,000,000
Repayment of bank facilities		<b>(5,089,708)</b>	(5,768,614)
Payment of lease liabilities		<b>(1,448,000)</b>	(1,728,000)
<b>Net cash flow used in financing activities</b>		<b>(45,493,228)</b>	(62,353,817)
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(33,594,304)</b>	(2,434,299)
Cash and cash equivalents at the beginning of the period		<b>64,154,634</b>	40,349,492
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	6	<b>30,560,330</b>	37,915,193

The attached notes 1 to 8 form part of these interim condensed financial statements.

# Medicare Group (Q.P.S.C.)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2021

### 1 CORPORATE INFORMATION AND PRICIPAL ACTIVITIES

Medicare Group Q.P.S.C. (formerly known as “Al Ahli Specialized Hospital Company Q.S.C.”) is a Qatari Public Shareholding Company incorporated on 30 December 1996 under the Commercial Registration number 18895. The Company’s main activity is the operation of a specialized hospital and promoting medical services in the State of Qatar. The Company’s registered office address is at Ahmed Bin Ali Street, Wadi Al Sail, Doha, State of Qatar, P.O. Box 6401. The Company is listed on the Qatar Stock Exchange.

The Company provides medical services through Al Ahli Hospital located in Wadi Al Sail. The Company also operates a medical clinic center in Al Wakrah which has commenced its operations during February 2019.

The interim condensed financial statements of the Company for the three months ended 31 March 2021 were authorized for issue in accordance with a resolution of the Board of Directors on 21 April 2021.

### 2 BASIS OF PREPARATION

The interim condensed financial statements of the Company are prepared in accordance with International Accounting Standard (“IAS”) 34, Interim Financial Reporting. The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the annual financial statements of the Company for the year ended 31 December 2020. In addition, results for the three month period ended 31 March 2021 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2021.

### 3 USES OF JUDGEMENTS AND ESTIMATES

In preparing these interim condensed financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation uncertainty were the same as those described in the annual financial statements as at and for the year ended 31 December 2020.

### 4 PROPERTY AND EQUIPMENT

	<i>31 March 2021 (Unaudited) QR</i>	<i>31 December 2020 (Audited) QR</i>
Net book value at 1 January	978,037,744	949,218,568
Additions	15,295,631	51,693,914
Disposals		(685,330)
Depreciation charge for the period/year	(6,009,716)	(22,874,738)
Accumulated depreciation of disposals	-	685,330
Net book value at end of the period/year	<u>987,323,659</u>	<u>978,037,744</u>

# Medicare Group (Q.P.S.C.)

## NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2021

### 5 ACCOUNTS RECEIVABLE AND PREPAYMENTS

	<i>31 March 2021 (Unaudited) QR</i>	<i>31 December 2020 (Audited) QR</i>
Trade receivables	138,243,463	144,949,468
Advances to suppliers	15,251,020	15,705,356
Prepaid expenses	13,406,597	2,266,327
Staff receivables	5,429,220	5,292,179
Due from investment securities broker	3,891,346	3,891,346
Refundable deposits	888,033	888,033
Other receivables	866,350	888,563
	<u>177,976,029</u>	<u>173,881,272</u>
Less: Provision for impairment of receivables	<u>(76,432,143)</u>	<u>(76,431,553)</u>
	<u>101,543,886</u>	<u>97,449,719</u>

### 6 CASH AND CASH EQUIVALENTS

	<i>31 March 2021 (Unaudited) QR</i>	<i>31 December 2020 (Audited) QR</i>
Cash in hand	169,078	175,659
Cash at bank	30,391,252	63,978,975
	<u>30,560,330</u>	<u>64,154,634</u>

### 7 OPERATING COSTS

	<i>31 March 2021 (Unaudited) QR</i>	<i>31 March 2020 (Unaudited) QR</i>
Staff costs	42,618,520	46,201,363
Medication and surgical costs	23,139,258	21,832,358
Doctors' charges	7,054,961	6,334,431
Depreciation of medical equipments	2,214,019	1,769,131
Food costs	746,597	980,558
Utilities	604,577	845,060
Fuel costs	66,047	328,947
	<u>76,443,979</u>	<u>78,291,848</u>

**Medicare Group (Q.P.S.C.)****NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**

At 31 March 2021

**8 GENERAL AND ADMINISTRATIVE EXPENSES**

	<i>31 March 2021 (Unaudited) QR</i>	<i>31 March 2020 (Unaudited) QR</i>
Staff costs	14,388,791	14,579,832
Maintenance and repairs	1,940,897	2,546,880
Outsourcing call center and helpers	1,439,015	1,551,108
Insurance	851,923	883,444
Security and cleaning	841,115	886,708
Board of Directors' remuneration	772,675	509,902
IT development	739,559	432,578
Advertisement and promotions	518,509	647,666
Telephone and fax	460,944	550,638
Bank charges	334,882	309,366
Printing and stationery	189,478	247,525
Legal and professional fees	158,000	746,660
Government expenses	146,559	155,799
Charity	100,437	102,531
Committee remuneration	95,000	255,000
Medical waste	94,742	188,959
Others	200,870	165,808
	<u>23,273,396</u>	<u>24,760,404</u>