

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.  
DOHA QATAR**

**INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REVIEW REPORT  
FOR THE SIX-MONTH PERIOD ENDED  
30 JUNE 2023**

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS AND INDEPENDENT  
AUDITOR'S REVIEW REPORT**

For the six month period ended 30 June 2023

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## INDEPENDENT AUDITOR'S REVIEW REPORT

To the Board of Directors of  
Al Meera Consumer Goods Company Q.P.S.C.  
Doha, Qatar

### Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Al Meera Consumer Goods Company Q.P.S.C. (the "Parent") and its subsidiaries (together referred to as the "Group") as of 30 June 2023, and the related interim condensed consolidated statements of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the six month period then ended, and other related explanatory notes. Management is responsible for the preparation and fair presentation of these interim condensed consolidated financial statements in accordance with International Accounting Standard 34, 'Interim financial reporting' as issued by International Accounting Standards Board (IASB). 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 International Accounting Standard 34 "Interim Financial Reporting".

Doha – Qatar  
13 August 2023



For Deloitte & Touche  
Qatar Branch

Midhat Salha  
Partner  
License No. 257  
QFMA Auditor License No. 120156

# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS For the six month period ended 30 June 2023

	<i>Note</i>	Six month period ended 30 June	
		2023	2022
		(Reviewed) QR.	(Reviewed) QR.
Sales		1,449,528,957	1,411,174,462
Cost of sales		(1,183,499,834)	(1,148,275,165)
<b>Gross profit</b>		<b>266,029,123</b>	<b>262,899,297</b>
Rental income		43,719,315	40,879,428
Other income		18,407,500	19,086,304
General and administrative		(167,611,143)	(166,247,101)
Depreciation and amortisation expenses		(59,992,154)	(58,113,765)
Finance costs		(12,733,692)	(10,071,326)
Share of loss of an associate		(29,199)	(27,601)
<b>Profit before tax</b>		<b>87,789,750</b>	<b>88,405,236</b>
Income tax benefit/ (expense)		9,070	(89,068)
<b>Profit for the period</b>		<b>87,798,820</b>	<b>88,316,168</b>
<b>Attributable to:</b>			
Equity holders of the parent		88,360,259	89,254,638
Non-controlling interests		(561,439)	(938,470)
		<b>87,798,820</b>	<b>88,316,168</b>
Basic and diluted earnings per share attributable to equity holders of the parent	4	<b>0.43</b>	<b>0.43</b>



*This interim condensed consolidated statement has been prepared by the Group and stamped by the Auditors for identification purposes only*

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**  
For the six month period ended 30 June 2023

	<b>Six month period ended 30 June</b>	
	<b>2023</b>	<b>2022</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
	<b>QR.</b>	<b>QR.</b>
<b>Profit for the period</b>	<b>87,798,820</b>	<b>88,316,168</b>
<b><i>Other comprehensive (loss)/ income</i></b>		
<i>Items that will not be reclassified subsequently to consolidated statement of profit or loss</i>		
Net changes in fair value of financial assets at fair value through other comprehensive income	<b>(3,947,749)</b>	<b>25,959,584</b>
<b>Total comprehensive income for the period</b>	<b>83,851,071</b>	<b>114,275,752</b>
<b>Attributable to:</b>		
Equity holders of the parent	<b>84,412,510</b>	<b>115,214,222</b>
Non-controlling interests	<b>(561,439)</b>	<b>(938,470)</b>
	<b>83,851,071</b>	<b>114,275,752</b>



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# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 June 2023

	Notes	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	5	1,236,767,069	1,214,493,482
Right-of-use assets	6	265,252,453	290,399,316
Goodwill	7	344,097,998	344,097,998
Intangible assets	8	32,457	116,794
Financial assets at fair value through other comprehensive income	9	385,375,635	367,024,588
Deferred tax assets		620,398	620,398
<b>Total non-current assets</b>		<b>2,232,146,010</b>	<b>2,216,752,576</b>
<b>Current assets</b>			
Inventories	10	299,957,153	301,977,975
Trade and other receivables		144,384,455	140,769,056
Due from a related party	16 (b)	19,653,057	19,640,595
Bank balances and cash	11	205,946,982	284,241,731
<b>Total current assets</b>		<b>669,941,647</b>	<b>746,629,357</b>
<b>TOTAL ASSETS</b>		<b>2,902,087,657</b>	<b>2,963,381,933</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	12	206,000,000	200,000,000
Legal reserve		901,289,603	901,289,603
Optional reserve		21,750,835	21,750,835
Fair value reserve		22,117,926	22,224,122
Retained earnings		404,508,185	417,820,481
<b>Equity attributable to equity holders of the parent</b>		<b>1,555,666,549</b>	<b>1,563,085,041</b>
Non-controlling interests		38,665,576	39,227,015
<b>Total equity</b>		<b>1,594,332,125</b>	<b>1,602,312,056</b>
<b>Non-current liabilities</b>			
Loans and borrowings	14	225,211,165	244,052,206
Lease liabilities	15	231,793,642	249,209,343
Employees' end of service benefits		45,268,996	44,785,409
Retentions payable		6,588,719	3,668,958
<b>Total non-current liabilities</b>		<b>508,862,522</b>	<b>541,715,916</b>
<b>Current liabilities</b>			
Trade and other payables		696,482,771	714,095,406
Lease liabilities	15	54,870,424	61,893,810
Loans and borrowings	14	47,539,815	43,364,745
<b>Total current liabilities</b>		<b>798,893,010</b>	<b>819,353,961</b>
<b>Total liabilities</b>		<b>1,307,755,532</b>	<b>1,361,069,877</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>2,902,087,657</b>	<b>2,963,381,933</b>

Prof. Dr. Khalid Ibrahim Al-Sulaiti  
Board Member

Mr. Mohamed Abdulla Al Mustafawi Al-Hashemi  
Board Member

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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS



# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six month period ended 30 June 2023

	Equity attributable to equity holders of the parent						Non-controlling interest	Total equity
	Share capital	Legal reserve	Optional reserve	Fair value reserve	Retained earnings	Total		
	QR.	QR.	QR.	QR.	QR.	QR.	QR.	QR.
Balance at 1 January 2023 (Audited)	200,000,000	901,289,603	21,750,835	22,224,122	417,820,481	1,563,085,041	39,227,015	1,602,312,056
Profit for the period	--	--	--	--	88,360,259	88,360,259	(561,439)	87,798,820
Reclassification of loss on sale of financial assets at fair value through other comprehensive income	--	--	--	3,841,553	(3,841,553)	--	--	--
Other comprehensive loss for the period	--	--	--	(3,947,749)	--	(3,947,749)	--	(3,947,749)
Appropriation for contribution to social and sports fund	--	--	--	--	(1,831,002)	(1,831,002)	--	(1,831,002)
Bonus shares issued (Notes 12 and 13)	6,000,000	--	--	--	(6,000,000)	--	--	--
Dividends paid (Note 13)	--	--	--	--	(90,000,000)	(90,000,000)	--	(90,000,000)
<b>Balance at 30 June 2023 (Reviewed)</b>	<b>206,000,000</b>	<b>901,289,603</b>	<b>21,750,835</b>	<b>22,117,926</b>	<b>404,508,185</b>	<b>1,555,666,549</b>	<b>38,665,576</b>	<b>1,594,332,125</b>
Balance at 1 January 2022 (Audited)	200,000,000	901,289,603	21,750,835	56,070,081	370,111,373	1,549,221,892	40,283,902	1,589,505,794
Profit for the period	--	--	--	--	89,254,638	89,254,638	(938,470)	88,316,168
Reclassification of gain on sale of financial assets at fair value through other comprehensive income	--	--	--	(30,640,948)	30,640,948	--	--	--
Other comprehensive income for the period	--	--	--	25,959,584	--	25,959,584	--	25,959,584
Appropriation for contribution to social and sports fund	--	--	--	--	(1,827,480)	(1,827,480)	--	(1,827,480)
Dividends paid (Note 13)	--	--	--	--	(180,000,000)	(180,000,000)	--	(180,000,000)
<b>Balance at 30 June 2022 (Reviewed)</b>	<b>200,000,000</b>	<b>901,289,603</b>	<b>21,750,835</b>	<b>51,388,717</b>	<b>308,179,479</b>	<b>1,482,608,634</b>	<b>39,345,432</b>	<b>1,521,954,066</b>

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Signed for Identification  
Purposes Only



# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the six month period ended 30 June 2023

	Six month period ended 30 June	
	2023	2022
	(Reviewed)	(Reviewed)
	QR.	QR.
<b>OPERATING ACTIVITIES</b>		
Profit for the period before income tax	87,789,750	88,405,236
<i>Adjustments for:</i>		
Depreciation and amortisation	59,992,154	58,113,765
Provision for employees' end of service benefits	3,495,010	3,601,181
Provision for/ (Reversal of) obsolete and slow moving inventories	1,928,956	(2,108,568)
Allowance recognised for credit loss	90,736	28,379
Finance costs	12,733,692	10,071,322
Dividend income from financial assets at fair value through other comprehensive income	(14,558,727)	(15,216,973)
Share of loss on an associate	29,199	27,601
Gain on disposal of property and equipment	(624)	(42,200)
Interest income	(3,003,550)	(1,604,277)
Operating profit before changes in working capital	148,496,596	141,275,466
<i>Working capital changes:</i>		
Trade and other receivables	(3,088,731)	(3,477,583)
Inventories	91,866	(45,015,369)
Due from a related party	(12,462)	(195,689)
Trade, retentions and other payables	(9,570,028)	6,221,915
Cash flows from operating activities	135,917,241	98,808,740
Payment of contribution to social and sports fund	(4,494,816)	(4,618,112)
Income tax paid	(127,756)	(176,400)
Employees' end of service benefits paid	(3,011,423)	(2,784,388)
<b>Net cash generated from operating activities</b>	<b>128,283,246</b>	<b>91,229,840</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of financial assets at fair value through other comprehensive income	(143,823,649)	(191,483,243)
Proceeds from sale of financial assets at fair value through other comprehensive income	121,524,854	207,322,841
Purchase of property and equipment	(59,399,589)	(31,236,066)
Proceeds from disposal of property and equipment	582,232	172,405
Net movement in restricted bank accounts	2,233,000	(7,912,596)
Net movement in deposits maturing after 90 days	(9,500,000)	(54,300,000)
Dividends received	14,558,727	15,216,973
Interest received	4,057,434	1,582,144
<b>Net cash flows used in investing activities</b>	<b>(69,766,991)</b>	<b>(60,637,542)</b>



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THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
For the six month period ended 30 June 2023

	<b>Six month period ended 30 June</b>	
	<b>2023</b>	<b>2022</b>
	<b>(Reviewed)</b>	<b>(Reviewed)</b>
	<b>QR.</b>	<b>QR.</b>
<b>FINANCING ACTIVITIES</b>		
Dividends paid	(92,233,050)	(172,028,436)
Finance costs paid	(7,128,819)	(4,567,692)
Repayment of principal portion of lease liabilities	(23,491,810)	(22,856,335)
Repayment of interest portion of lease liabilities	(6,655,452)	(7,084,557)
Net movement in loans and borrowings	(14,704,744)	(9,170,711)
<b>Net cash flows used in financing activities</b>	<b>(144,213,875)</b>	<b>(215,707,731)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(85,697,620)</b>	<b>(185,115,433)</b>
Cash and cash equivalents at 1 January	197,664,040	243,103,204
<b>Cash and cash equivalents at 30 June</b>	<b>111,966,420</b>	<b>57,987,771</b>



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## AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

#### 1. CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

On 13 July 2004, the Law No. (24) for 2004 was issued in order to transfer the former Consumers Cooperative Societies to Qatari Shareholding Company with a capital of QR 100,000,000, thus, incorporating a new company Al Meera Consumer Goods Company Q.P.S.C (the “Company”), which is governed by the Qatar Commercial Companies Law. The Company was registered under commercial registration number 29969 on 2 March 2005. The Company’s registered office address is at P.O. Box 3371 Doha, State of Qatar.

The Company and its subsidiaries (together the “Group”) are mainly involved in wholesale and retail trading of various types of consumer goods commodities, owning and managing consumer outlets and trading in food stuff and consumer goods.

The Company is listed on the Qatar Stock Exchange and 26% ownership of the Company is held by Qatar Holding L.L.C.

These interim condensed consolidated financial statements of the Group for the six month period ended 30 June 2023 were authorized for issue by the Board of Directors on 13 August 2023.

The Group’s subsidiaries and associates are as follows:

<i>Name of subsidiaries and associates</i>	<i>Country of incorporation</i>	<i>Relationship</i>	<i>Group effective shareholding percentage</i>	
			<i>2023</i>	<i>2022</i>
Al Meera Holding Company W.L.L.	Qatar	Subsidiary	100%	100%
Al Meera Supermarkets Company W.L.L.	Qatar	Subsidiary	100%	100%
Al Meera Development Company W.L.L.	Qatar	Subsidiary	100%	100%
Qatar Markets Company W.L.L.	Qatar	Subsidiary	100%	100%
Al Meera Bookstore W.L.L.	Qatar	Subsidiary	100%	100%
MAAR Trading & Services Company W.L.L.	Qatar	Subsidiary	100%	100%
Al Meera Logistics Services Company W.L.L.	Qatar	Subsidiary	100%	100%
Al Meera Oman S.A.O.C	Oman	Subsidiary	70%	70%
Al Meera Markets S.A.O.C	Oman	Subsidiary	70%	70%
Al Oumara Bakeries Company W.L.L.	Qatar	Associate	51%	51%

**Al Meera Holding Company W.L.L. (“Al Meera Holding”)** is a limited liability company, incorporated in the State of Qatar. The Company is a holding company for holding the Group’s investments and managing its subsidiaries, owning patents, trademarks and real estate needed to carry out its activities.

**Al Meera Supermarkets Company W.L.L. (“Al Meera Supermarkets”)** is a limited liability company incorporated in the State of Qatar. The Company is engaged in the establishment and management of business enterprise and investing therein, owning shares, moveable and immoveable properties necessary to carry out its activities.

## AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

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#### 1. INCORPORATE AND PRINCIPAL ACTIVITIES (CONTINUED)

**Al Meera Development Company W.L.L. ("Al Meera Development")** is a limited liability company, incorporated in the State of Qatar. The Company is engaged in establishment and management of business enterprise and investing therein, owning patents, trade-works and real estate needed to carry out its activities.

**Qatar Markets Company W.L.L. ("Qatar Markets")** is a limited liability company, incorporated in the State of Qatar. The Company is engaged in the sale of food stuff, household items and garments.

**Al Meera Bookstore W.L.L. ("Al Meera Bookstore")** is a limited liability company incorporated in the State of Qatar. The Company is engaged in the sale of stationery, computer accessories, books and toys. During 2020, the board of directors resolved to discontinue the operations of Al Meera Bookstore.

**MAAR Trading & Services Co W.L.L. ("MAAR Trading")** is a limited liability company incorporated in State of Qatar. The Company is engaged in the sale of food stuff and household items.

**Al Meera Logistics Services W.L.L. ("Al Meera Logistics")** is a limited liability company, incorporated in the State of Qatar. The Company is engaged in the warehousing and delivery truck services. In December 2019, Al Meera Logistics was fully acquired by the Parent Company and was accounted as a subsidiary. As of the reporting date, this company has not commenced its commercial operations.

**Al Meera Oman S.A.O.C ("Al Meera Oman")** is a limited liability company, incorporated in Sultanate of Oman. The Company is engaged in the construction and management of shopping centers and related facilities. As of the reporting date, company has not commenced its commercial operations.

**Al Meera Markets S.A.O.C. ("Al Meera Market")** is a limited liability company, incorporated in Sultanate of Oman. The Company is engaged in the establishment and operation of shopping centers, supermarkets and hypermarkets.

**Al Oumara Bakeries Company W.L.L. ("Al Oumara Bakeries")** is a limited liability company, incorporated in the State of Qatar. The Company is engaged in manufacture and sale of bakery products.

#### 2. BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six month period ended 30 June 2023 have been prepared in accordance with the Company's articles of association, International Accounting Standard 34 Interim Financial Reporting ("IAS 34"), and in conformity with Qatar Commercial Companies Law.

The interim condensed consolidated financial statements have been presented in Qatar Riyals ("QR."), which is the functional and presentation currency of the Group.

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 2022. In addition, the results for the six month period ended 30 June 2023 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2023.



**2. BASIS OF PREPARATION (CONTINUED)***Judgments, estimates and risk management*

The preparation of the interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, 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 Group's annual consolidated financial statements for the year ended 31 December 2022.

**3. SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies used in the preparation of this interim condensed consolidated financial statements are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below.

**(i) New and amended IFRS Standards that are effective for the current year**

A number of new or amended standards became applicable for the current reporting period, and the Group has applied the following standards and amendments for the first time for their annual reporting period commencing 1 January 2023:

<u>New and revised IFRSs</u>	<u>Effective for annual periods beginning on or after</u>
IFRS 17 Insurance Contracts	1 January 2023
IFRS 17 requires insurance liabilities to be measured at a current fulfilment value and provides a more uniform measurement and presentation approach for all insurance contracts. These requirements are designed to achieve the goal of a consistent, principle-based accounting for insurance contracts. IFRS 17 supersedes IFRS 4 Insurance Contracts as at 1 January 2023.	
IAS 1 Presentation of Financial Statements	1 January 2023
Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practice Statement 2)	1 January 2023
Amendments to IFRS 10 Consolidated financial statements and IAS 28 Investment in associates and joint ventures	
Sale or consideration of assets between an investor and its associate or Joint Venture	1 January 2023
Amendments to IAS 12 Income taxes	
Deferred tax related to assets and liabilities arising from a single transaction.	1 January 2023
IAS 8: Accounting Policies, Changes in Accounting Estimates and Errors:	1 January 2023
Definition of Accounting Estimates	

The application of these revised IFRSs has not had any material impact on the amounts reported for the current and prior years.

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended 30 June 2023

**3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**(ii) New and amended IFRSs in issue but not yet effective and not early adopted**

The Group has not early adopted the following new and amended standards and interpretations that have been issued but are not yet effective.

<u>New and revised IFRS</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to IAS 1 Presentation of financial statements	1 January 2024
Non-current liabilities with Covenants	
Amendments to IFRS 16 Leases	1 January 2024
Lease liability in a sale and leaseback	
IAS 7 Statement of cash flows and IFRS 7 Financial instruments: Disclosures	
Supplier Finance Arrangements	

Management anticipates that these new standards, interpretations and amendments will be adopted in the Group interim condensed consolidated financial information as and when they are applicable and adoption of these new standards, interpretations and amendments may have no material impact on the interim condensed consolidated financial information of the Group in the period of initial application.

# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

### 4. BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing the profit attributable to the equity holders of the parent company for the period by the number of shares outstanding during the period as follows:

	<b>Six month period ended 30 June</b>	
	<b>2023</b>	<b>2022</b>
	<b>(Reviewed)</b>	<b>(Reviewed/Restated (i))</b>
Profit for the period attributable to equity holders of the parent (QR.)	<b>88,360,259</b>	<b>89,254,638</b>
Weighted average number of ordinary shares outstanding – 2022 restated (Note 12)	<b>206,000,000</b>	<b>206,000,000</b>
Basic and diluted earnings per share (QR.)	<b>0.43</b>	<b>0.43</b>

- (i) As a result of the bonus shares issued in 2023 (Note 12), the weighted average number of shares outstanding and the computed earnings per share have been retrospectively adjusted from QAR 0.45 to QAR 0.43 for the period ended 30 June 2022.

### 5. PROPERTY AND EQUIPMENT

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
<b>Cost:</b>		
Balance at the beginning of the period/ year	<b>1,826,475,392</b>	<b>1,758,130,465</b>
Additions during the period/ year	<b>60,359,656</b>	<b>73,979,153</b>
Disposals during the period/ year	<b>(783,153)</b>	<b>(5,634,226)</b>
Balance at the end of the period/ year	<b>1,886,051,895</b>	<b>1,826,475,392</b>
<b>Accumulated depreciation:</b>		
Balance at the beginning of the period/ year	<b>611,981,910</b>	<b>549,093,350</b>
Charge for the period/ year	<b>37,504,461</b>	<b>68,346,082</b>
Relating to disposals	<b>(201,545)</b>	<b>(5,457,522)</b>
Balance at the end of the period/ year	<b>649,284,826</b>	<b>611,981,910</b>
<b>Net carrying amount at the end of the period/ year</b>	<b>1,236,767,069</b>	<b>1,214,493,482</b>

The Group holds some items of equipment amounting to QR. 8,728,382 on behalf of third parties. These items of equipment are not included in these interim condensed consolidated financial statements.



**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
For the six month period ended 30 June 2023**6. RIGHT-OF-USE ASSETS**

The Group leases several assets including land and buildings. Rental contracts are typically for extendable fixed periods of time.

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
Net book value at beginning of the period/ year	290,399,316	314,007,625
Additions	4,938,337	30,850,972
Contract modification/ derecognition	(5,885,614)	(307,050)
Amortisation of right-of-use of assets charged to profit or loss	(22,403,352)	(50,821,287)
Amortisation of right-of-use of assets transferred to other receivables	(1,626,446)	(2,848,653)
Transferred to capital work-in-progress	(169,788)	(482,291)
Carrying value at the end of the period/ year	<u>265,252,453</u>	<u>290,399,316</u>

**7. GOODWILL**

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
Qatar Markets Company W.L.L.	227,028,986	227,028,986
Al Meera Market S.A.O.C.	117,069,012	117,069,012
	<u>344,097,998</u>	<u>344,097,998</u>

Management performs goodwill impairment assessment annually and when there are indications that the carrying value may be impaired. Management believes that any reasonably possible change in the key assumptions used for impairment assessment performed on 31 December 2022 will not cause the carrying value of the goodwill to materially exceed its recoverable amount. Accordingly, no impairment loss has been recognised for the six month period ended 30 June 2023 (30 June 2022: Nil).

# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

### 8. INTANGIBLE ASSETS

This represents computer software, customer contracts and non-compete agreement acquired by the Group. These assets are amortised over its useful economic lives.

	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
<b>Cost:</b>		
Balance at the beginning of the period/ year	18,030,325	18,030,325
<b>Accumulated amortisation:</b>		
Balance at the beginning of the period/ year	17,913,531	17,724,184
Charge for the period/ year	84,337	189,347
Balance at the end of the period/ year	17,997,868	17,913,531
<b>Net carrying amount at the end of the period/ year</b>	<b>32,457</b>	<b>116,794</b>

### 9. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
Quoted equity shares	373,040,228	359,037,200
Unquoted equity shares	12,335,407	7,987,388
	<b>385,375,635</b>	<b>367,024,588</b>

### 10. INVENTORIES

	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
Finished goods	319,272,140	318,884,376
Consumables and spare parts	3,774,514	4,254,144
	<b>323,046,654</b>	<b>323,138,520</b>
Less: Provision for obsolete and slow moving inventories	<b>(23,089,501)</b>	<b>(21,160,545)</b>
	<b>299,957,153</b>	<b>301,977,975</b>

# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

### 11. CASH AND CASH EQUIVALENTS

For the purpose of the interim condensed consolidated statement of cash flows, cash and cash equivalents comprise the following:

	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
Cash on hand	2,205,247	2,204,492
Cash at banks	109,761,173	125,959,548
Short term deposits	--	69,500,000
<b>Total cash and cash equivalents</b>	<b>111,966,420</b>	<b>197,664,040</b>
Term deposits maturing after 90 days	9,500,000	--
Restricted bank accounts*	84,480,562	86,713,562
Allowance for credit loss on term deposits	--	(135,871)
<b>Cash and cash equivalents</b>	<b>205,946,982</b>	<b>284,241,731</b>

\* The balance in this account represents amounts in lieu of unclaimed dividends. These balances are not available for the Company's use.

### 12. SHARE CAPITAL

On 8 October 2012, the shareholders approved the increase in share capital to 20,000,000 shares with nominal value of QR. 10 per share. The 10,000,000 shares were issued at QR. 95 per share and subscription was closed on 10 February 2013. To comply with the regulations of Qatar Financial Markets Authority in 2019, the Company implemented a 10 for 1 share split with par value of QR. 1 per share which resulted in increase in share capital to 200,000,000 shares with nominal value of QR. 1 per share.

On 9 April 2023 upon obtaining approval from the shareholders in the Annual General Meeting, the Company issued 6,000,000 bonus shares at the rate of 3 shares for every 100 shares held by the shareholders, which resulted in increase in share capital to 206,000,000 shares with nominal value of QR. 1 per share.

### 13. DIVIDENDS

On 9 April 2023 upon the approval at the Annual General Meeting, the Company declared a cash dividend and bonus shares. The cash dividend is at QR. 0.45 per share, amounting to a total of QR. 90 million relating to the year ended 31 December 2022 (2022: QR. 0.90 per share, amounting to a total of QR. 180 million). The bonus share proportion is 3 shares for each 100 shares held in the Company.

### 14. LOANS AND BORROWINGS

	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
Loan 1	58,139,088	65,390,251
Loan 2	169,328,877	183,206,986
Loan 3	45,648,781	39,224,254
Deferred financing arrangement cost	(365,766)	(404,540)
	<b>272,750,980</b>	<b>287,416,951</b>



**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
For the six month period ended 30 June 2023**14. LOANS AND BORROWINGS (CONTINUED)**

Presented in the interim condensed consolidated statement of financial position as follows:

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
Non-current portion	<b>225,211,165</b>	244,052,206
Current portion	<b>47,539,815</b>	43,364,745
	<b><u>272,750,980</u></b>	<b><u>287,416,951</u></b>

**15. LEASE LIABILITIES**

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
At beginning of the period/ year	<b>311,103,153</b>	329,344,307
Additions during the period/ year	<b>4,938,337</b>	30,851,029
Contract modification/ derecognition	<b>(5,885,614)</b>	(307,050)
Accretion of interest	<b>6,474,736</b>	14,063,747
Interest on lease liabilities transferred to other receivables	<b>180,716</b>	316,517
Payments during the period/ year	<b>(30,147,262)</b>	(63,165,397)
<b>At the end of the period/ year</b>	<b><u>286,664,066</u></b>	<b><u>311,103,153</u></b>

Presented in the interim condensed consolidated statement of financial position as follows:

Current	<b>54,870,424</b>	61,893,810
Non-current	<b>231,793,642</b>	249,209,343
	<b><u>286,664,066</u></b>	<b><u>311,103,153</u></b>

**16. RELATED PARTY DISCLOSURES****a) Related party transactions**

Related parties represent associated companies, Government and semi-Government agencies, associates, major shareholders, directors and key management personnel of the Group and companies of which they are principal owners. In the ordinary course of business, the Group enters into transactions with related parties. Pricing policies and terms of transactions are approved by the Group's management.

Qatar Holding L.L.C. holds 26% of the Company's share capital. In the course of business, the Group supplies its commodities to various Government and semi-Government agencies in the State of Qatar. The Group also avails various services from these parties in the State of Qatar.

## AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

#### 16. RELATED PARTY DISCLOSURES (CONTINUED)

##### b) Amount due from a related party

Balances with the related party included in the interim condensed consolidated statement of financial position are as follows:

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
<i>Associate:</i>		
Al Oumara Bakeries Company W.L.L.	<b>19,653,057</b>	19,640,595
	<b>19,653,057</b>	<b>19,640,595</b>

##### c) Compensation of key management personnel

The remuneration of directors and other members of key management during the period is as follows:

	<b>Six month period ended 30 June 2023 (Reviewed) QR.</b>	<b>2022 (Reviewed) QR.</b>
Key management remuneration	<b>5,984,472</b>	5,327,278
Board of Directors' remuneration	<b>3,898,500</b>	3,871,000
	<b>9,882,972</b>	<b>9,198,278</b>

#### 17. SEGMENT REPORTING

For management purposes, the Group is organised into business units based on their products and services and has three reportable operating segments as follows:

- The retail segment, which comprises the buying and selling of consumer goods.
- The investment segment, which comprises equity and funds held as investment in an associate, financial assets at fair value through other comprehensive income and fixed deposits.
- The leasing segment, which comprises letting of vacant premises and spaces in malls.

Management monitors the operating results for its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured the same as the operating profit or loss in the interim condensed consolidated financial statements.



# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

### 17. SEGMENT REPORTING (CONTINUED)

*Period ended 30 June 2023: (Reviewed)*

	Retail QR.	Investment QR.	Leasing QR.	Total QR.
Sales	1,449,528,957	--	--	1,449,528,957
Cost of sales	(1,183,502,812)	259	2,719	(1,183,499,834)
<b>Gross profit</b>	<b>266,026,145</b>	<b>259</b>	<b>2,719</b>	<b>266,029,123</b>
Rental income	--	--	43,719,315	43,719,315
Income from equity investment	--	14,663,641	--	14,663,641
Income from fixed deposits	--	616,864	--	616,864
Other income	3,025,496	27,002	74,497	3,126,995
<b>Operating income</b>	<b>269,051,641</b>	<b>15,307,766</b>	<b>43,796,531</b>	<b>328,155,938</b>
General and administrative expenses	(163,141,152)	(1,142,809)	(3,327,182)	(167,611,143)
Depreciation and amortisation	(53,431,346)	(29,438)	(6,531,370)	(59,992,154)
Finance costs	(11,550,442)	(57,253)	(1,125,997)	(12,733,692)
Share of loss of an associate	--	(29,199)	--	(29,199)
<b>Profit for the period before income tax</b>	<b>40,928,701</b>	<b>14,049,067</b>	<b>32,811,982</b>	<b>87,789,750</b>
Income tax expense	8,712	95	263	9,070
<b>Profit for the period</b>	<b>40,937,413</b>	<b>14,049,162</b>	<b>32,812,245</b>	<b>87,798,820</b>

*Period ended 30 June 2022: (Reviewed)*

	Retail QR.	Investment QR.	Leasing QR.	Total QR.
Sales	1,411,174,462	--	--	1,411,174,462
Cost of sales	(1,148,275,165)	--	--	(1,148,275,165)
<b>Gross profit</b>	<b>262,899,297</b>	<b>--</b>	<b>--</b>	<b>262,899,297</b>
Rental income	--	--	40,879,428	40,879,428
Income from equity investment	--	14,769,309	--	14,769,309
Income from fixed deposits	--	1,017,449	--	1,017,449
Other income	3,292,362	--	7,184	3,299,546
<b>Operating income</b>	<b>266,191,659</b>	<b>15,786,758</b>	<b>40,886,612</b>	<b>322,865,029</b>
General and administrative expenses	(161,634,126)	(1,266,699)	(3,346,276)	(166,247,101)
Depreciation and amortisation	(53,953,188)	(32,833)	(4,127,744)	(58,113,765)
Finance costs	(9,943,124)	(36,162)	(92,040)	(10,071,326)
Share of loss of an associate	--	(27,601)	--	(27,601)
<b>Profit for the period before income tax</b>	<b>40,661,221</b>	<b>14,423,463</b>	<b>33,320,552</b>	<b>88,405,236</b>
Income tax benefit	(89,068)	--	--	(89,068)
<b>Profit for the period</b>	<b>40,572,153</b>	<b>14,423,463</b>	<b>33,320,552</b>	<b>88,316,168</b>

*Note:*

The Group sales from all segments are generated from external customers and no inter-segment transactions occurred during the period.

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.****NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**For the six month period ended 30 June 2023

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**17. SEGMENT REPORTING (CONTINUED)**

The following table presents segmental assets regarding the Group's business segments for the period ended 30 June 2023 and for the year ended 31 December 2022 respectively.

	<u>Retail</u> <u>QR.</u>	<u>Investment</u> <u>QR.</u>	<u>Leasing</u> <u>QR.</u>	<u>Total</u> <u>QR.</u>
<b>Segment assets</b>				
<b>At 30 June 2023 (Reviewed)</b>	<u><u>2,184,609,662</u></u>	<u><u>428,358,998</u></u>	<u><u>289,118,997</u></u>	<u><u>2,902,087,657</u></u>
<b>At 31 December 2022 (Audited)</b>	<u><u>2,206,916,616</u></u>	<u><u>469,986,604</u></u>	<u><u>286,478,713</u></u>	<u><u>2,963,381,933</u></u>

**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

For the six month period ended 30 June 2023

**17. SEGMENT REPORTING (CONTINUED)**

Geographically, the Group operates in the State of Qatar and the Sultanate of Oman. The following is a summary of key balances related to each geography:

	Qatar		Oman		Eliminations		Total	
	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.	30 June 2023 (Reviewed) QR.	31 December 2022 (Audited) QR.
Total assets	2,633,764,462	2,712,205,688	318,303,472	300,234,667	(49,980,277)	(49,058,422)	2,902,087,657	2,963,381,933
Total liabilities	1,165,111,572	1,237,617,273	189,418,242	169,477,976	(46,774,282)	(46,025,372)	1,307,755,532	1,361,069,877
	Qatar		Oman		Eliminations		Total	
	Six month period ended 30 June 2023 (Reviewed) QR.	2022 (Reviewed) QR.	Six month period ended 30 June 2023 (Reviewed) QR.	2022 (Reviewed) QR.	Six month period ended 30 June 2023 (Reviewed) QR.	2022 (Reviewed) QR.	Six month period ended 30 June 2023 (Reviewed) QR.	2022 (Reviewed) QR.
Sales	1,370,990,441	1,350,161,987	78,538,516	61,012,475	--	--	1,449,528,957	1,411,174,462
Profit (loss)	89,843,227	91,873,845	(1,871,462)	(3,128,251)	(172,945)	(429,426)	87,798,820	88,316,168

*Note:*

Actual profits generated in the above stated locations, have been adjusted to arrive at the net profit by Geographic segment of the Group.



## AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

### NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

#### 18. COMMITMENTS AND CONTINGENCIES

##### Capital commitments

The Group's capital commitments contracted but not provided for in the interim condensed consolidated financial statement as at 30 June 2023 amounted to QR. 88.8 million (31 December 2022: QR. 117.8 million).

##### Commitment under lease within 12 months:

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
Within one year	<b>4,147,000</b>	8,236,750
Total	<b>4,147,000</b>	<b>8,236,750</b>

##### Contingent liabilities

The Group has contingent liabilities in respect of letters of credit and letters of guarantee and other matters arising in the ordinary course of business from which it is anticipated that no material liabilities will arise. The details are as follows:

	<b>30 June 2023 (Reviewed) QR.</b>	<b>31 December 2022 (Audited) QR.</b>
Letters of guarantees	<b>2,507,909</b>	4,586,091
Letters of credits	<b>1,485,660</b>	1,058,980
	<b>3,993,569</b>	<b>5,645,071</b>

#### 19. FINANCIAL RISK MANAGEMENT

The Group's financial risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements for the year ended 31 December 2022.

#### 20. FAIR VALUES OF FINANCIAL INSTRUMENTS

Financial instruments comprise financial assets and financial liabilities.

Financial assets consists of cash and cash equivalents, financial assets at fair value through other comprehensive income, amounts due from related parties and trade and other receivables. Financial liabilities consist of loans and borrowings and trade and other payables.

The fair values of financial instruments are not materially different from their carrying values.

##### Fair values

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

# AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS For the six month period ended 30 June 2023

### 20. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

#### Valuation methods and assumptions

The following methods and assumptions were used to estimate the fair values:

- Cash and cash equivalents, trade receivables, trade payables, and other current assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.
- Fair value of quoted financial assets at fair value through other comprehensive income is derived from quoted market prices in active markets.
- Fair value of unquoted financial assets at fair value through other comprehensive income is estimated using appropriate valuation techniques.

The Group does not hold credit enhancement or collateral to mitigate credit risk. The carrying amount of financial assets therefore represents the potential credit risk.

#### Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities  
 Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly  
 Level 3: Techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data.

As at reporting date, the Group held the following financial instruments measured at fair value:

	30 June 2023 (Reviewed)			
	Total QR.	Level 1 QR.	Level 2 QR.	Level 3 QR.
<b>Financial assets at fair value through other comprehensive income</b>				
Quoted equity shares	<u>373,040,228</u>	<u>373,040,228</u>	--	--
		--		
Un-quoted equity shares	<u>12,335,407</u>	--	--	<u>12,335,407</u>
	31 December 2022 (Audited)			
	Total QR.	Level 1 QR.	Level 2 QR.	Level 3 QR.
<b>Financial assets at fair value through other comprehensive income</b>				
Quoted equity shares	<u>359,037,200</u>	<u>359,037,200</u>	--	--
Un-quoted equity shares	<u>7,987,388</u>	--	--	<u>7,987,388</u>

During the period ended 30 June 2023, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements (2022: Nil).



**AL MEERA CONSUMER GOODS COMPANY Q.P.S.C.**

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
For the six month period ended 30 June 2023

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**20. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)**

**Fair value hierarchy (continued)**

The tables above illustrate the classification of the Group's financial instruments based on the fair value hierarchy. This classification provides a reasonable basis to illustrate the nature and extent of risks associated with those financial instruments.