

**MEDICARE GROUP Q.S.C.**  
**DOHA – QATAR**  
**UNAUDITED INTERIM CONDENSED FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED**  
**31 MARCH 2018**



المجموعة  
للرعاية الصحية  
Medicare  
g r o u p  
Q.S.C.



**MEDICARE GROUP Q.S.C.**  
**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION**  
**As at 31 March 2018**

	Notes	31-Mar-2018 (Unaudited) QR.	31-Dec-2017 (Audited) QR.
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment	1	906,421,927	909,271,180
Financial Investments at fair value through Other Comprehensive Income	2	43,545,943	45,618,518
		<b>949,967,870</b>	<b>954,889,698</b>
<b>Current assets</b>			
Inventories	3	26,345,295	27,543,018
Accounts receivable and prepayments	4	97,487,822	99,082,484
Cash and Bank balances	5	42,339,984	102,119,126
		<b>166,173,101</b>	<b>228,744,628</b>
<b>TOTAL ASSETS</b>		<b>1,116,140,971</b>	<b>1,183,634,326</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital		281,441,000	281,441,000
Legal reserve		75,366,231	75,366,231
Fair value reserve		(13,934,057)	(11,861,482)
Revaluation surplus		534,148,663	534,148,663
Retained earnings		30,530,028	122,654,883
<b>Total equity</b>		<b>907,551,865</b>	<b>1,001,749,295</b>
<b>Non-current liabilities</b>			
Interest Bearing Loans		16,060,592	19,707,755
Employees' end of service benefits		53,636,145	52,691,648
		<b>69,696,737</b>	<b>72,399,403</b>
<b>Current liabilities</b>			
Accounts payable and Accruals	6	123,413,204	94,132,067
Interest Bearing Loans		14,597,615	14,472,011
Retention payable		881,550	881,550
		<b>138,892,369</b>	<b>109,485,628</b>
<b>Total liabilities</b>		<b>208,589,106</b>	<b>181,885,031</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,116,140,971</b>	<b>1,183,634,326</b>

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Abdulla Bin Thani Bin Abdulla Al-Thani  
Chairman

.....  
Khalid Mohammed Al- Emadi  
Chief Executive Officer

**MEDICARE GROUP Q.S.C.****INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME****For the period ended 31 March 2018**

	Notes	31-Mar-2018 (Unaudited) QR.	31-Mar-2017 (Unaudited) QR.
Operating income		127,377,542	118,305,696
Operating costs	7	(74,237,620)	(66,158,493)
<b>GROSS PROFIT</b>		<b>53,139,922</b>	52,147,203
Income from deposits with banks		189,120	40,618
Other income	8	3,094,855	3,787,943
General and administrative expenses	9	(27,798,026)	(31,256,312)
Depreciation of property and equipment		(7,860,343)	(6,416,379)
Finance cost		(313,983)	(429,355)
<b>PROFIT FOR THE PERIOD</b>		<b>20,451,545</b>	17,873,718
<b>Other comprehensive income</b>			
Items will not be reclassified subsequently to profit or loss:			
Net (loss)/gain from financial investment at fair value through other comprehensive income		(2,072,575)	2,602,449
Other comprehensive (loss)/income for the period		(2,072,575)	2,602,449
<b>Total Comprehensive Income for the period</b>		<b>18,378,970</b>	20,476,167
<b>Basic And Diluted Earnings Per Share</b>		<b>0.73</b>	0.64
<b>(expressed in Qatari Riyals per share)</b>			

**Medicare Group Q.S.C.**  
**INTERIM CONDENSED STATEMENT OF CHANGES IN EQUITY**  
**for the period ended 31 March 2018**

	Share capital	Legal Reserve	Fair value Reserve	Revaluation Surplus	Retained Earnings	Total
	QR.	QR.	QR.	QR.	QR.	QR.
Balance as at 1 January 2018	281,441,000	75,366,231	(11,861,482)	534,148,663	122,654,883	1,001,749,295
Profit for the period	-	-	-	-	20,451,545	20,451,545
Other Comprehensive loss	-	-	(2,072,575)	-	-	(2,072,575)
Total comprehensive (loss)/income for the period	-	-	(2,072,575)	-	20,451,545	18,378,970
Transfer to Legal Reserve	-	-	-	-	-	-
Transfer of depreciation of revalued assets	-	-	-	-	-	-
Contribution to social and sports fund	-	-	-	-	-	-
Cash dividend paid to share holders	-	-	-	-	-	-
<b>Balance as at 31 March 2018</b>	<b>281,441,000</b>	<b>75,366,231</b>	<b>(13,934,057)</b>	<b>534,148,663</b>	<b>30,530,028</b>	<b>907,551,865</b>
Balance as at 1 January 2017	281,441,000	67,366,036	(3,296,998)	541,344,487	129,889,656	1,016,744,181
Profit for the year	-	-	-	-	80,001,947	80,001,947
Other Comprehensive loss	-	-	(8,564,484)	-	-	(8,564,484)
Total comprehensive (loss)/income for the Year	-	-	(8,564,484)	-	80,001,947	71,437,463
Transfer to Legal Reserve	-	8,000,195	-	-	(8,000,195)	-
Transfer of depreciation of revalued assets	-	-	-	(7,195,824)	7,195,824	-
Contribution to social and sports fund	-	-	-	-	(2,000,049)	(2,000,049)
Cash dividend paid to share holders	-	-	-	-	(84,432,300)	(84,432,300)
<b>Balance as at 31 Dec 2017</b>	<b>281,441,000</b>	<b>75,366,231</b>	<b>(11,861,482)</b>	<b>534,148,663</b>	<b>122,654,883</b>	<b>1,001,749,295</b>

**MEDICARE GROUP Q.S.C.****INTERIM CONDENSED STATEMENT OF CASH FLOWS**

for the period ended 31 March 2018

	Notes	31-Mar-18 <u>(Unaudited)</u>	31-Dec-17 <u>(Audited)</u>
		QR.	QR.
<b>OPERATING ACTIVITIES</b>			
Profit for the period/year		<b>20,451,545</b>	80,001,947
Adjustments for:			
Depreciation of property and equipment		7,860,343	28,191,141
Provision for employees' end of service benefits		2,254,783	8,740,355
Impairment allowance for bad and doubtful debts		4,413,915	16,000,000
Provision for obsolete and slow moving inventories		853,711	166,450
Income from deposits with an Islamic bank		(189,120)	(893,412)
Dividend Income	8	<u>(2,103,574)</u>	<u>(2,656,477)</u>
		<b>33,541,603</b>	129,550,004
Operating profit before working capital changes			
Working capital changes:			
Inventories		344,012	1,938,582
Accounts receivable and prepayments		(2,819,252)	37,739,409
Accounts payable and accruals		3,742,001	5,492,144
Retention payable		-	54,408
Cash from operating activities		<u>34,808,364</u>	<u>174,774,547</u>
Paid contribution to social and sports fund		-	(1,628,792)
Employees' end of service benefits paid		(1,310,286)	(4,328,758)
<b>Net cash flows from operating activities</b>		<b><u>33,498,078</u></b>	<b><u>168,816,997</u></b>
<b>INVESTING ACTIVITIES</b>			
Purchase of property and equipment	1	(5,011,090)	(60,969,391)
Net movement in term deposits		50,000,000	14,997,262
Income from deposits with an Islamic bank		189,120	456,971
Purchase of financial investments at fair value		-	(3,765,357)
Dividend income received		2,103,574	2,656,477
<b>Net cash flows used in investing activities</b>		<b><u>47,281,604</u></b>	<b><u>(46,624,038)</u></b>
<b>FINANCING ACTIVITIES</b>			
Repayment of interest bearing loans		(3,521,559)	(19,008,642)
Dividend paid		<u>(87,037,265)</u>	<u>(82,932,568)</u>
<b>Net cash flows used in financing activities</b>		<b><u>(90,558,824)</u></b>	<b><u>(101,941,210)</u></b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(9,779,142)</b>	20,251,749
Cash and cash equivalents at 1 January		<u>52,053,378</u>	<u>31,801,629</u>
<b>CASH AND CASH EQUIVALENTS FOR THE PERIOD/YEAR ENDED</b>	5	<b><u>42,274,236</u></b>	<b><u>52,053,378</u></b>

**MEDICARE GROUP Q.S.C.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**For the period ended 31 March 2018**

**1.PROPERTY AND EQUIPMENT**

Cost or valuation:	Land QR	Buildings QR	Office Equipment QR	Medical equipment QR	Equipment and tools QR	Vehicles QR	Furniture & Fixtures QR	Capital work in progress QR	Total
At 1 January 2018	310,808,217	554,632,106	34,405,420	177,028,445	36,307,224	1,639,359	9,202,022	52,205,503	1,176,228,296
Additions during the period	-	-	270,202	3,386,832	195,665	-	529,078	629,313	5,011,090
At 31 March 2018	310,808,217	554,632,106	34,675,622	180,415,277	36,502,889	1,639,359	9,731,100	52,834,816	1,181,239,386
Accumulated depreciation:									
At 1 January 2018	-	81,792,055	25,590,250	116,552,918	33,068,905	1,427,644	8,525,344	-	266,957,116
Charge for the period		3,747,925	691,253	2,967,690	366,931	27,475	59,069		7,860,343
At 31 March 2018	-	85,539,980	26,281,503	119,520,608	33,435,836	1,455,119	8,584,413	-	274,817,459
<b>Net Book Value:</b>									
<b>At 31 March 2018</b>	<b>310,808,217</b>	<b>469,092,126</b>	<b>8,394,119</b>	<b>60,894,669</b>	<b>3,067,053</b>	<b>184,240</b>	<b>1,146,687</b>	<b>52,834,816</b>	<b>906,421,927</b>

**MEDICARE GROUP Q.S.C.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**For the period ended 31 March 2018**

**1. PROPERTY AND EQUIPMENT (CONTINUED)**

	<i>Land</i>		<i>Buildings</i>		<i>Office equipment</i>		<i>Medical equipment</i>		<i>Equipment And Tools</i>		<i>Vehicles</i>		<i>Furniture and fixtures</i>		<i>Capital work in progress</i>		<i>Total QR</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>		
<b>Cost or valuation:</b>																	
At 1 January 2017	310,808,217	553,206,106	28,098,176	137,743,266	35,062,462	1,740,359	8,623,434	40,077,885	1,115,359,905								
Additions during the year	-	1,426,000	6,307,244	39,285,179	1,244,762	(101,000)	578,588	12,127,618	60,969,391								
Disposal during the year	-	-	-	-	-				(101,000)								(101,000)
<b>At 31 December 2017</b>	<b>310,808,217</b>	<b>554,632,106</b>	<b>34,405,420</b>	<b>177,028,445</b>	<b>36,307,224</b>	<b>1,639,359</b>	<b>9,202,022</b>	<b>52,205,503</b>	<b>1,176,228,296</b>								
<b>Accumulated depreciation:</b>																	
At 1 January 2017	-	66,822,065	23,539,165	107,403,298	31,361,443	1,418,744	8,322,260	-	238,866,975								
Charge for the year	-	14,969,990	2,051,085	9,149,620	1,707,462	109,900	203,084	-	28,191,141								
Disposal	-	-	-	-	-	(101,000)	-	-	(101,000)								(101,000)
<b>At 31 December 2017</b>	<b>-</b>	<b>81,792,055</b>	<b>25,590,250</b>	<b>116,552,918</b>	<b>33,068,905</b>	<b>1,427,644</b>	<b>8,525,344</b>	<b>-</b>	<b>266,957,116</b>								
<b>Net book value:</b>																	
<b>At 31 December 2017</b>	<b>310,808,217</b>	<b>472,840,051</b>	<b>8,815,170</b>	<b>60,475,527</b>	<b>3,238,319</b>	<b>211,715</b>	<b>676,678</b>	<b>52,205,503</b>	<b>909,271,180</b>								

**MEDICARE GROUP Q.S.C.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**For the period ended 31 March 2018**

	<b>31-Mar-2018</b> <b>(Unaudited)</b> <b>QR.</b>	<b>31-Dec-2017</b> <b>(Audited)</b> <b>QR.</b>
<b>2.FINANCIAL INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME</b>		
<i>Investments in equity securities</i>		
Quoted	<b>43,545,943</b>	45,618,518
<i>Investments:</i>		
At cost	57,480,000	57,480,000
Fair value adjustment	(13,934,057)	(11,861,482)
	<b>43,545,943</b>	45,618,518
<b>3.INVENTORIES</b>		
Main store-medical and other supplies	20,771,781	20,148,825
Pharmaceutical inventory	10,691,482	11,658,450
	31,463,263	31,807,275
Less: Provision for obsolete and slow moving inventories	(5,117,968)	(4,264,257)
	<b>26,345,295</b>	27,543,018
<b>4. ACCOUNTS RECEIVABLES AND PREPAYMENTS</b>		
Gross trade accounts receivable	159,903,583	158,910,937
Advance to Suppliers	9,875,946	6,992,179
Due from broker	550,398	550,398
Refundable deposits	1,490,376	1,251,164
Prepaid expenses	1,117,929	3,210,871
Staff receivables	1,203,314	1,070,428
Others	2,831,305	2,192,211
	<b>176,972,851</b>	174,178,188
Less: Allowance for impairment of trade receivables	(79,485,029)	(75,095,704)
	<b>97,487,822</b>	99,082,484
<b>5. CASH AND CASH EQUIVALENTS</b>		
Cash on hand	429,108	404,360
Cash at bank	41,845,128	21,649,018
Short term deposits	65,748	80,065,748
<b>Total Cash &amp; bank balances</b>	<b>42,339,984</b>	102,119,126
Less: Deposits with original maturity dates more than 90 days	(65,748)	(50,065,748)
	<b>42,274,236</b>	52,053,378
<b>6.ACCOUNTS PAYABLES AND ACCRUALS</b>		
Trade accounts payables	26,329,194	28,801,308
Accrued expenses	48,618,972	42,598,920
Dividends payable	44,433,162	18,879,924
Payable to staff	1,863,685	1,683,725
Payable to retirement & pension authority	168,142	168,141
Provision for contribution to social & sports fund	2,000,049	2,000,049
	<b>123,413,204</b>	<b>94,132,067</b>



**MEDICARE GROUP Q.S.C.**  
**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS**  
**For the period ended 31 March 2018**

	<b>31-Mar-2018</b> <b>(Unaudited)</b> <b>QR.</b>	<b>31-Mar-2017</b> <b>(Unaudited)</b> <b>QR.</b>
<b>7. OPERATING COST</b>		
Staff costs	47,016,457	42,481,847
Medications and surgical costs (inventories recognized as cost of sales)	19,115,392	18,589,601
Community doctors expenses	3,426,668	2,943,652
Rent-Building	1,800,000	-
Provision for obsolete and slow moving inventories	853,711	600,000
Food Cost	833,873	574,018
Utilities	627,721	591,470
Fuel expenses	325,301	181,324
Other Direct costs	238,497	196,581
	<b>74,237,620</b>	<b>66,158,493</b>
<b>8. OTHER INCOME</b>		
Rental income	662,229	1,056,719
Dividend income	2,103,574	2,244,248
Gain/(loss) on foreign currency exchange	(8,476)	267,392
Catering Income	124,637	208,084
Miscellaneous income	212,891	11,500
	<b>3,094,855</b>	<b>3,787,943</b>
<b>9. GENERAL AND ADMINISTRATIVE EXPENSES</b>		
Staff costs	14,225,225	13,319,488
Impairment allowance for bad & doubtful debts	4,413,915	10,000,000
Maintenance & Repairs	1,766,002	1,764,966
Outsourced staff Cost	1,422,119	1,231,734
Telephone & fax	916,447	827,963
Board of Directors' Remuneration	833,692	744,908
Cleaning	799,700	857,919
Insurance	659,253	436,686
Advertisement and promotion	623,974	370,353
Government expenses	442,468	227,436
IT Development	354,775	351,073
Charity	328,363	61,653
Printing and stationery	320,938	470,771
Legal and professional fees	243,701	213,501
Bank charges	231,883	283,736
Medical Waste	144,580	116,125
Commissions	16,333	46,750
Travel expenses	2,109	41,204
Impairment loss on available-for-sale financial assets	-	(458,712)
Recruitment expenses	-	16,500
Others	52,549	332,258
	<b>27,798,026</b>	<b>31,256,312</b>