

Medicare Group Q.P.S.C.

**INTERIM CONDENSED FINANCIAL
STATEMENTS**

**FOR THE THREE-MONTH PERIOD ENDED
31 MARCH 2023**

Medicare Group Q.P.S.C.


INTERIM STATEMENT OF FINANCIAL POSITION

At 31 March 2023

	<i>Notes</i>	31 March 2023 (Unaudited) QR	31 December 2022 (Audited) QR
ASSETS			
Non-current assets			
Property and equipment	4	1,034,059,177	1,032,712,543
Investment Properties		26,233,810	26,233,810
Right-of-use of assets		37,004,679	37,592,055
Investments at fair value through other comprehensive income		<u>66,182,112</u>	<u>69,730,395</u>
		<u>1,163,479,778</u>	<u>1,166,268,803</u>
Current assets			
Inventories		31,698,889	30,586,104
Accounts receivable and prepayments	5	122,675,179	118,063,533
Cash and bank balances	6	<u>92,277,650</u>	<u>42,150,235</u>
		<u>246,651,718</u>	<u>190,799,872</u>
Total assets		<u>1,410,131,496</u>	<u>1,357,068,675</u>
EQUITY & LIABILITIES			
Equity			
Share capital		281,441,000	281,441,000
Legal reserve		116,010,669	116,010,669
Fair value reserve		14,817,168	18,365,451
Revaluation reserve		548,155,048	549,025,726
Retained earnings		<u>21,158,851</u>	<u>75,356,136</u>
Total equity		<u>981,582,736</u>	<u>1,040,198,982</u>
Non-current liabilities			
Bank facilities		86,060,302	54,396,528
Lease liabilities		40,195,110	40,692,837
Employees' end of service benefits		<u>77,924,993</u>	<u>77,292,252</u>
		<u>204,180,405</u>	<u>172,381,617</u>
Current liabilities			
Accounts payable and accruals		196,519,863	118,503,116
Bank facilities		25,887,054	24,043,006
Lease liabilities		<u>1,961,438</u>	<u>1,941,954</u>
		<u>224,368,355</u>	<u>144,488,076</u>
Total liabilities		<u>428,548,760</u>	<u>316,869,693</u>
Total equity and liabilities		<u>1,410,131,496</u>	<u>1,357,068,675</u>

These interim condensed financial statements were approved and signed on behalf of the Board of Directors by the following on 18 April 2023:


 Abdulla 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 STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the three-month period ended 31 March 2023

	Notes	<i>31 March 2023 (Unaudited) QR</i>	<i>31 March 2022 (Unaudited) QR</i>
Operating income		128,094,750	117,414,167
Operating costs	7	<u>(82,844,888)</u>	<u>(74,308,298)</u>
Gross profit		<u>45,249,862</u>	<u>43,105,869</u>
Other income		3,342,666	3,320,584
Income from deposits with Islamic banks		286,876	221,150
General and administrative expenses	8	(24,995,670)	(23,821,364)
Depreciation of property and equipment		(4,064,301)	(4,007,712)
Amortisation of right-of-use assets		(587,376)	(855,881)
Finance costs		<u>(421,757)</u>	<u>(768,546)</u>
Net profit for the Period		<u>18,810,300</u>	<u>17,194,100</u>
Other comprehensive income not to be reclassified to profit or loss in subsequent periods :			
Net gain (loss) from investments at fair value through other comprehensive income		<u>(3,548,283)</u>	<u>15,286,147</u>
Other comprehensive income (loss) for the Period		<u>(3,548,283)</u>	<u>15,286,147</u>
Total comprehensive income for the Period		<u>15,262,017</u>	<u>32,480,247</u>
Basic and diluted earnings per share (expressed in Qatari Riyals per share)		<u>0.07</u>	<u>0.06</u>

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

Medicare Group Q.P.S.C.

INTERIM STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2023

	Share capital	Legal Reserve	Fair value reserve	Revaluation reserve	Retained earnings	Total equity
	QR	QR	QR	QR	QR	QR
Balance as at 1 January 2022 (Audited)	281,441,000	108,094,188	14,944,967	552,508,436	72,964,472	1,029,953,063
Net profit for the period	-	-	-	-	17,194,100	17,194,100
Other comprehensive income	-	-	15,286,147	-	-	15,286,147
Total comprehensive income	-	-	15,286,147	-	17,194,100	32,480,247
Cash dividends to share holders	-	-	-	-	(70,360,250)	(70,360,250)
Transfer of depreciation of revalued assets	-	-	-	(870,676)	870,676	-
Balance at 31 March 2022 (Unaudited)	281,441,000	108,094,189	30,231,114	551,637,760	20,668,998	992,073,060
Balance as at 1 January 2023 (Audited)	281,441,000	116,010,669	18,365,451	549,025,726	75,356,136	1,040,198,982
Net profit for the period	-	-	-	-	18,810,300	18,810,300
Other comprehensive income	-	-	(3,548,283)	-	-	(3,548,283)
Total comprehensive income	-	-	(3,548,283)	-	18,810,300	15,262,017
Cash dividends to share holders	-	-	-	-	(73,878,263)	(73,878,263)
Transfer of depreciation of revalued assets	-	-	-	(870,678)	870,678	-
Balance at 31 March 2023 (Unaudited)	281,441,000	116,010,669	14,817,168	548,155,048	21,158,851	981,582,736

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

Medicare Group Q.P.S.C.

INTERIM STATEMENT OF CASH FLOWS

For the three-month period ended March 2023

	31 March 2023 (Unaudited) QR	31 March 2022 (Unaudited) QR
	Notes	
OPERATING ACTIVITIES		
Net profit for the period	18,810,300	17,194,100
<i>Adjustments for:</i>		
Depreciation of property and equipment	4 6,305,254	6,339,282
Amortisation of right-of-use assets	587,376	855,881
Provision for employees' end of service benefits	2,323,598	2,676,896
Income from deposits with Islamic banks	(286,876)	(221,150)
Dividend Income	(2,536,102)	(2,298,683)
Finance cost	421,757	768,546
Operating profit before working capital changes	25,625,307	25,314,872
<i>Working capital changes:</i>		
Inventories	(1,112,785)	(1,377,264)
Accounts receivable and prepayments	(4,760,236)	(9,028,901)
Accounts payable and accruals	4,310,546	(2,547,628)
Cash generated from operations	24,062,832	12,361,079
Employees' end of service benefits paid	(1,690,857)	(1,046,826)
Finance cost paid	-	(1,406)
Net cash flows from operating activities	22,371,975	11,312,847
INVESTING ACTIVITIES		
Additions to property and equipment	4 (7,651,888)	(10,075,809)
Advance payments towards capital Projects	148,590	(9,813,109)
Profit received from deposits with Islamic banks	286,876	221,150
Dividend income received	2,536,102	2,298,683
Net cash flow used in investing activities	(4,680,320)	(17,369,085)
FINANCING ACTIVITIES		
Additional bank facilities obtained during the period	40,000,000	45,000,000
Repayment of bank facilities	(6,492,178)	(7,167,155)
Cash dividends paid	(172,062)	(59,188,451)
Payment of lease liabilities	(900,000)	(1,350,000)
Net cash flow used in financing activities	32,435,760	(22,705,606)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	50,127,415	(28,761,844)
Cash and cash equivalents at the beginning of the period	42,150,235	52,247,073
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	6 <u>92,277,650</u>	<u>23,485,229</u>

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

1 CORPORATE INFORMATION & PRINCIPAL

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 2023 were authorized for issue in accordance with a resolution of the Board of Directors on 18 April 2023.

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

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 2022.

4 PROPERTY AND EQUIPMENT

	<i>31 March 2023 (Unaudited) QR</i>	<i>31 December 2022 (Audited) QR.</i>
Net book Value at 1 January	1,032,712,543	1,013,292,628
Additions	7,651,888	45,247,907
Disposals	-	(279,291)
Depreciation charge for the period/year	(6,305,254)	(25,827,992)
Accumulated depreciation related to disposals	-	279,291
Net book value at the end of the period/year	<u>1,034,059,177</u>	<u>1,032,712,543</u>

Medicare Group Q.P.S.C.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS

At 31 March 2023

5 ACCOUNTS RECEIVABLE AND PREPAYMENTS

	<i>31 March 2023 (Unaudited) QR</i>	<i>31 December 2022 (Audited) QR.</i>
Trade receivables	147,402,553	147,084,649
Advance to suppliers	32,913,171	31,645,555
Staff receivables	9,013,220	8,618,322
Prepaid expenses	6,400,392	3,386,993
Refundable deposits	1,794,732	1,714,000
Other receivables	1,586,550	2,049,453
	<u>199,110,618</u>	<u>194,498,972</u>
Less: Provision for expected credit losses on trade receivables	<u>(76,435,439)</u>	<u>(76,435,439)</u>
	<u>122,675,179</u>	<u>118,063,533</u>

6 CASH AND BANK BALANCES

	<i>31 March 2023 (Unaudited) QR</i>	<i>31 December 2022 (Audited) QR.</i>
Cash on hand	355,279	283,984
Cash at bank	91,922,371	21,866,251
Short term deposits	-	20,000,000
Total cash & bank balances	<u>92,277,650</u>	<u>42,150,235</u>

7 OPERATING COSTS

	<i>31 March 2023 (Unaudited) QR</i>	<i>31 March 2022 (Unaudited) QR</i>
Staff costs	44,324,252	40,550,941
Medications and surgical costs	24,904,190	21,051,171
Doctors charges	9,331,128	8,602,400
Depreciation of medical equipments	2,240,953	2,331,570
Utilities	844,516	647,121
Food Cost	797,446	805,777
Fuel expenses	402,403	319,318
	<u>82,844,888</u>	<u>74,308,298</u>

8 GENERAL AND ADMINISTRATIVE EXPENSES

	<i>31 March 2023</i>	<i>31 March 2022</i>
	<i>(Unaudited)</i>	<i>(Unaudited)</i>
	<i>QR</i>	<i>QR</i>
Staff costs.	15,275,905	13,570,183
Maintenance & repairs	2,119,436	2,445,709
Outsourced staff costs	1,391,456	1,687,568
Insurance	875,167	844,965
Security and Cleaning	955,974	921,862
IT Development	1,035,677	791,191
Telephone and fax	585,961	668,877
Bank charges	276,229	280,745
Advertisement and promotion	275,513	671,010
Legal and professional fees	699,647	508,609
Printing and stationary	166,180	148,371
Government expenses	128,755	221,990
Medical waste	85,289	56,640
Charity	173,831	2,716
Others	950,650	1,000,928
	<u>24,995,670</u>	<u>23,821,364</u>