

Qatar Navigation Q.S.C.

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2011

UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the three months ended March 31, 2011

INDEX	Page
Unaudited Interim Condensed Consolidated Income Statement	1
Unaudited Interim Condensed Consolidated Statement of Financial Position	2 -3
Notes to the Unaudited Interim Condensed Consolidated Financial Statements	4

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED INCOME STATEMENT

For the Three Months Ended 31 March 2011

	<i>Notes</i>	<i>For the three months ended 31 March</i>	
		<i>2011</i>	<i>2010</i>
		<i>QR'000</i>	<i>QR'000</i> <i>(Restated)</i>
Operating revenues		532,681	430,525
Operating expenses	2. a	(375,342)	(312,437)
Gross Profit		157,339	118,088
Investments and interest income	2. b	107,769	122,118
Other income		672	440
Profit on disposal and write off of property, vessels and equipment		77	3,780
General and administrative expenses	2. a	(34,591)	(42,178)
Finance costs		(11,544)	(7,859)
Amortisation of intangible assets	2. a	(7,363)	(7,300)
Gain from acquisition of Qatar Shipping Company Q.S.C.	2. a	-	298,450
Share of results of associates	2. a	50,675	51,233
Realised fair value gain from deemed disposal of available-for-sale investments		-	236,048
PROFIT FOR THE PERIOD		263,034	772,820
Attributable to :			
Shareholders of the parent		261,594	770,777
Non-controlling interests		1,440	2,043
		263,034	772,820
BASIC AND DILUTED EARNINGS PER SHARE (attributable to shareholders of the parent) expressed in QR per share)		2.28	6.73

The attached notes 1 and 2 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2011

	<i>31 March 2011 (Unaudited) QR'000</i>	<i>31 December 2010 (Audited) QR'000</i>
ASSETS		
Non-current assets		
Property, vessels and equipment	3,221,033	3,213,958
Investment properties	703,167	708,460
Intangible assets	40,679	48,042
Deferred dry docking costs	20,949	29,633
Investment in associates	4,285,509	4,197,811
Available-for-sale investments	2,892,350	2,915,640
Loans to LNG and LPG companies	340,807	382,244
Notes receivable	965	159
	<u>11,505,459</u>	<u>11,495,947</u>
Current assets		
Inventories	128,046	144,631
Accounts receivable and prepayments	614,744	557,638
Financial assets at fair value through profit or loss	200,882	200,321
Bank balances and cash	1,096,399	909,602
	<u>2,040,071</u>	<u>1,812,192</u>
TOTAL ASSETS	<u>13,545,530</u>	<u>13,308,139</u>
EQUITY AND LIABILITIES		
Attributable to shareholders of the parent		
Share capital	1,145,252	1,145,252
Legal reserve	4,693,986	4,693,986
General reserve	623,542	623,542
Fair value reserve	2,879,000	2,900,217
Hedging reserve	(233,818)	(261,990)
Retained earnings	1,490,789	1,229,195
Proposed cash dividends	-	458,100
	<u>10,598,751</u>	<u>10,788,302</u>
Non-controlling interest	55,763	54,322
Total equity	<u>10,654,514</u>	<u>10,842,624</u>

Continue.....

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2011

	<i>31 March 2011 (Unaudited) QR'000</i>	<i>31 December 2010 (Audited) QR'000</i>
Non-current liabilities		
Interest bearing loans and borrowings	1,527,370	1,528,603
Employees' end of service benefits	58,616	57,011
Obligation under finance lease	12,764	9,553
	<u>1,598,750</u>	<u>1,595,167</u>
Current liabilities		
Accounts payable and accruals	843,333	438,055
Interest bearing loans and borrowings	447,539	424,171
Obligation under finance lease	1,394	6,021
Bank overdrafts	-	2,101
	<u>1,292,266</u>	<u>870,348</u>
Total Liabilities	<u>2,891,016</u>	<u>2,465,515</u>
TOTAL EQUITY AND LIABILITIES	<u>13,545,530</u>	<u>13,308,139</u>

H.E Sh. Ali Bin Jassim bin Mohammad Al Thani
Chairman and Managing Director

Mr. Salem bin Butti Al-Naimi
Vice Chairman

Mr. Khalifa bin Ali Al-Hetmi
Chief Executive

The attached notes 1 and 2 form part of these interim condensed consolidated financial statements.

1. BASIS OF PREPERATION

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 December 2010.

The consolidated financial statements include the financial statements of the Company and that of its subsidiaries as defined in the annual financial statements for the year ended 31 December 2010 and is referred to as the "Group".

The interim condensed consolidated financial statements have been published as per the instructions of the Qatar Exchange and have not been reviewed by the external auditors.

2. COMPARATIVE INFORMATION

The Group has restated the previously reported items of income statement as a result of the following.

- a. The Group carried out a onetime purchase price allocation exercise for the acquisition of Qatar Shipping Q.S.C. during the year 2010 the effect of the restatement on the prior year financial performance of the Group are as follows:

	<i>Impact on profit</i> <i>QR'000</i>
<i>Performance for the three month ended 31 March 2010:</i>	
Operating expenses	(3,057)
General and administration expenses	(376)
Ammortisation of intangibles	(7,300)
Share of results of associates	(3,495)
Gain on bargain purchase	298,450

- b. The Group has adjusted for the elimination of investments and interests' income amounting to QR 66,000,000 for the three months ending 31 March 2010 with respect to dividends received from Qatar Shipping Q.S.C.
- c. Reclassifications have been made by the Group to improve the quality of information presented.