

**Qatar Navigation Q.S.C.**

**UNAUDITED INTERIM CONDENSED  
CONSOLIDATED FINANCIAL STATEMENTS**

**31 MARCH 2016**

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED INCOME STATEMENT

For the three months ended 31 March 2016

|  | Notes | <i>For the three months ended 31</i> |               |
|--|-------|--------------------------------------|---------------|
|  |       | <i>March</i>                         |               |
|  |       | <i>2016</i>                          | <i>2015</i>   |
|  |       | <i>(Unaudited)</i>                   |               |
|  |       | <i>QR'000</i>                        | <i>QR'000</i> |
| Operating revenues                                     | 3     | <b>770,958</b>                       | 785,655       |
| Salaries, wages and other benefits                     |       | <b>(159,286)</b>                     | (166,829)     |
| Operating supplies and expenses                        |       | <b>(232,619)</b>                     | (233,029)     |
| Rent expenses  |       | <b>(3,797)</b>                       | (4,841)       |
| Depreciation and amortisation                          |       | <b>(79,600)</b>                      | (72,902)      |
| Other operating expenses                               |       | <b>(36,473)</b>                      | (28,894)      |
| <b>OPERATING PROFIT</b>                                |       | <b>259,183</b>                       | 279,160       |
| Finance costs  |       | <b>(37,511)</b>                      | (16,156)      |
| Finance income   |       | <b>38,582</b>                        | 20,977        |
| Loss on disposal of property, vessels and equipment    |       | <b>(3)</b>                           | (8)           |
| Share of results of associates                         |       | <b>77,346</b>                        | 71,531        |
| Share of results of joint ventures                     |       | <b>12,149</b>                        | 8,035         |
| Net gain on foreign exchange                           |       | <b>2,791</b>                         | 1,297         |
| Miscellaneous income                                   |       | <b>1,630</b>                         | 43            |
| <b>PROFIT FOR THE PERIOD</b>                           |       | <b>354,167</b>                       | 364,879       |
| <i>Attributable to:</i>                                |       |                                      |               |
| Equity holders of the parent                           |       | <b>351,788</b>                       | 364,510       |
| Non-controlling interest                               |       | <b>2,379</b>                         | 369           |
|  |       | <b>354,167</b>                       | 364,879       |
| <b>BASIC AND DILUTED EARNINGS PER SHARE</b>            |       |                                      |               |
| <i>(attributable to equity holders of the parent )</i> |       |                                      |               |
| <i>(expressed in QR per share)</i>                     | 4     | <b>3.10</b>                          | 3.21          |

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

For the three months ended 31 March 2016

|             |  | <i>For the three months ended 31</i> |                      |
|-------------|--|--------------------------------------|----------------------|
|             |  | <b>March</b>                         |                      |
|             |  | <u>2016</u>                          | <u>2015</u>          |
|             |  | <i>(Unaudited)</i>                   |                      |
| <i>Note</i> |  | <u>QR'000</u>                        | <u>QR'000</u>        |
|             | Profit for the period  | <u>354,167</u>                       | <u>364,879</u>       |
|             | <b>Other comprehensive (loss) income</b>   |                                      |                      |
|             | <i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i> |                                      |                      |
|             | Net movement in hedging reserve  | 5 <u>(239,801)</u>                   | (128,734)            |
|             | Net loss on available-for-sale investments   | 5 <u>(149,276)</u>                   | (187,996)            |
|             | Other comprehensive loss for the period  | <u>(389,077)</u>                     | <u>(316,730)</u>     |
|             | <b>Total comprehensive (loss) income for the period</b>                                      | <u><u>(34,910)</u></u>               | <u><u>48,149</u></u> |
|             | <i>Attributable to:</i>  |                                      |                      |
|             | Equity holders of the parent   | <u>(37,244)</u>                      | 48,224               |
|             | Non-controlling interest   | <u>2,334</u>                         | <u>(75)</u>          |
|             |  | <u><u>(34,910)</u></u>               | <u><u>48,149</u></u> |

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 March 2016

|  | <i>Notes</i> | <b>31 March<br/>2016<br/>(Unaudited)<br/>QR'000</b> | <b>31 December<br/>2015<br/>(Audited)<br/>QR'000</b> |
|--|--------------|---|--|
| <b>ASSETS</b>  |              |   |  |
| <b>Non-current assets</b>                                  |              |   |  |
| Property, vessels and equipment                            | 6            | 5,009,000   | 5,038,783  |
| Investment properties                                      | 7            | 918,639   | 877,986  |
| Intangible assets  |              | 189,964   | 193,776  |
| Investment in joint ventures                               |              | 260,445   | 248,296  |
| Investment in associates                                   |              | 4,224,438   | 4,568,719  |
| Available-for-sale investments                             |              | 3,688,214   | 3,829,437  |
| Loans to LNG and LPG companies                             |              | 238,200   | 235,513  |
| Other non-current assets                                   |              | 51,039  | 54,364   |
|  |              | <u>14,579,939</u>                                   | <u>15,046,874</u>                                    |
| <b>Current assets</b>                                      |              |   |  |
| Inventories  |              | 202,466   | 211,919  |
| Accounts receivable and prepayments                        |              | 769,251   | 788,315  |
| Financial assets at fair value through profit or loss      |              | 484,249   | 499,139  |
| Bank balances and cash                                     |              | 5,462,952   | 5,585,878  |
|  |              | <u>6,918,918</u>                                    | <u>7,085,251</u>                                     |
| <b>TOTAL ASSETS</b>  |              | <u>21,498,857</u>                                   | <u>22,132,125</u>                                    |
| <b>EQUITY AND LIABILITIES</b>                              |              |   |  |
| <b>Attributable to equity holders of the parent</b>        |              |   |  |
| Share capital  |              | 1,145,252   | 1,145,252  |
| Treasury shares  |              | (73,516)  | (73,516)   |
| Legal reserve  |              | 4,693,986   | 4,693,986  |
| General reserve  |              | 623,542   | 623,542  |
| Fair value reserve   |              | 3,710,090   | 3,859,321  |
| Hedging reserve  |              | (539,136)   | (299,335)  |
| Retained earnings  |              | 3,513,550   | 3,729,844  |
|  |              | <u>13,073,768</u>                                   | <u>13,679,094</u>                                    |
| <b>Equity attributable to equity holders of the parent</b> |              | <u>13,073,768</u>                                   | <u>13,679,094</u>                                    |
| Non-controlling interest                                   |              | 65,525  | 72,191   |
|  |              | <u>13,139,293</u>                                   | <u>13,751,285</u>                                    |
| <b>Total equity</b>  |              | <u>13,139,293</u>                                   | <u>13,751,285</u>                                    |

*Continued*

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

At 31 March 2016

|                                       | <i>31 March<br/>2016<br/>(Unaudited)<br/>QR'000</i> | <i>31 December<br/>2015<br/>(Audited)<br/>QR'000</i> |
|---------------------------------------|---|--|
| <b>Non-current liabilities</b>        |   |  |
| Interest bearing loans and borrowings | <b>4,261,131</b>                                    | 2,692,735  |
| Advance from a customer               | <b>158,317</b>                                      | 160,652  |
| Employees' end of service benefits    | <b>89,568</b>                                       | 89,780   |
|                                       | <u><b>4,509,016</b></u>                             | <u>2,943,167</u>                                     |
| <b>Current liabilities</b>            |   |  |
| Accounts payable and accruals         | <b>625,035</b>                                      | 552,811  |
| Interest bearing loans and borrowings | <b>3,225,513</b>                                    | 4,884,862  |
|                                       | <u><b>3,850,548</b></u>                             | <u>5,437,673</u>                                     |
| <b>Total liabilities</b>              | <u><b>8,359,564</b></u>                             | <u>8,380,840</u>                                     |
| <b>TOTAL EQUITY AND LIABILITIES</b>   | <u><b>21,498,857</b></u>                            | <u>22,132,125</u>                                    |

.....  
Ali bin Jassim bin Mohammad Al-Thani  
Chairman

.....  
Khaled bin Khalifa Al-Thani  
Vice Chairman

.....  
Abdulrahman Essa A.E Al-Mannai  
President and Chief Executive officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

**Qatar Navigation Q.S.C.**

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

For the three months ended 31 March 2016

|   | <i>For the three months ended 31</i> |               |
|---|--------------------------------------|---------------|
|   | <i>March</i>                         |               |
|   | <i>2016</i>                          | <i>2015</i>   |
|   | <i>(Unaudited)</i>                   |               |
|   | <i>QR'000</i>                        | <i>QR'000</i> |
| <b>OPERATING ACTIVITIES</b>   |                                      |               |
| Profit for the period   | 354,167                              | 364,879       |
| Adjustment for:   |                                      |               |
| Depreciation and amortisation   | 79,600                               | 72,902        |
| Finance costs   | 37,511                               | 16,156        |
| Loss on disposal of property, vessels and equipment                             | 3                                    | 8             |
| Share of results of associates  | (77,346)                             | (71,531)      |
| Share of results of joint ventures  | (12,149)                             | (8,035)       |
| Provision for employees' end of service benefits                                | 2,987                                | 3,206         |
| Finance income  | (38,582)                             | (20,977)      |
| Dividend income   | (124,558)                            | (147,115)     |
| Net fair value loss on financial assets at fair value through profit or loss    | 10,374                               | 22,448        |
| Loss on disposal of investments   | 738                                  | 1,497         |
| Operating profit before working capital changes:                                | 232,745                              | 233,438       |
| Inventories   | 9,453                                | 4,975         |
| Accounts receivables and prepayments  | 22,389                               | (6,172)       |
| Accounts payables and accruals  | 40,041                               | 69,520        |
| Cash flows from operating activities  | 304,628                              | 301,761       |
| Finance costs paid  | (37,511)                             | (16,156)      |
| Employees' end of service benefits paid   | (3,199)                              | (2,573)       |
| Net cash flows from operating activities  | 263,918                              | 283,032       |
| <b>INVESTING ACTIVITIES</b>   |                                      |               |
| Purchase of property, vessels and equipment                                     | (39,844)                             | (144,114)     |
| Dividend income   | 124,558                              | 147,115       |
| Finance income  | 38,582                               | 20,977        |
| Proceeds from disposal of property, vessels and equipment                       | 23                                   | 7             |
| Purchases of investment properties  | (46,840)                             | (23,566)      |
| Net movement in loans to LNG and LPG companies                                  | (2,687)                              | 37,347        |
| Purchase of investment securities   | (13,656)                             | (756)         |
| Proceeds from disposal of available-for-sale investments                        | -                                    | 138           |
| Proceeds from disposal of financial assets at fair value through profit or loss | 9,743                                | 15,534        |
| Dividends received from associates  | 211,312                              | 201,600       |
| Net cash flows from investing activities  | 281,191                              | 254,282       |

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

For the three months ended 31 March 2016

|   | <i>For the three months ended 31</i> |                         |
|---|--------------------------------------|-------------------------|
|   | <i>March</i>                         |                         |
|   | <i>2016</i>                          | <i>2015</i>             |
|   | <i>(Unaudited)</i>                   |                         |
| <i>Note</i>   | <i>QR'000</i>                        | <i>QR'000</i>           |
| <b>FINANCING ACTIVITIES</b>                                 |                                      |                         |
| Dividends paid  | (568,082)                            | (624,891)               |
| Dividends paid to non-controlling interests                 | (9,000)                              | -                       |
| Net movement in interest bearing loans and borrowings       | (90,953)                             | 1,002,272               |
| Net movement in term deposits maturing after 90 days        | <u>97,747</u>                        | <u>(476,360)</u>        |
| Net cash flows used in financing activities                 | <u>(570,288)</u>                     | <u>(98,979)</u>         |
| <b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b> | <b>(25,179)</b>                      | <b>438,335</b>          |
| Cash and cash equivalents at 1 January                      | <u>852,736</u>                       | <u>748,756</u>          |
| <b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>                | <b>8</b> <u><b>827,557</b></u>       | <u><b>1,187,091</b></u> |

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.

Qatar Navigation Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2016

|   | <i>Attributable to the equity holders of the Parent</i> |                        |                      |                        |                           |                        |                          | <i>Non-controlling interest</i> | <i>Total</i>                    |                   |
|---|---|------------------------|----------------------|------------------------|---------------------------|------------------------|--------------------------|---------------------------------|---------------------------------|-------------------|
|   | <i>Share capital</i>                                    | <i>Treasury shares</i> | <i>Legal reserve</i> | <i>General reserve</i> | <i>Fair value reserve</i> | <i>Hedging reserve</i> | <i>Retained earnings</i> |                                 |                                 | <i>Total</i>      |
|   | <i>QR'000</i>   | <i>QR'000</i>          | <i>QR'000</i>        | <i>QR'000</i>          | <i>QR'000</i>             | <i>QR'000</i>          | <i>QR'000</i>            | <i>QR'000</i>                   | <i>QR'000</i>                   |                   |
| Balance at 1 January 2016 (Audited)         | 1,145,252   | (73,516)               | 4,693,986            | 623,542                | 3,859,321                 | (299,335)              | 3,729,844                | 13,679,094                      | 72,191                          | 13,751,285        |
| Profit for the period                       | -   | -                      | -                    | -                      | -                         | -                      | 351,788                  | 351,788                         | 2,379                           | 354,167           |
| Other comprehensive loss                    | -   | -                      | -                    | -                      | (149,231)                 | (239,801)              | -                        | (389,032)                       | (45)                            | (389,077)         |
| Total comprehensive (loss) income           | -   | -                      | -                    | -                      | (149,231)                 | (239,801)              | 351,788                  | (37,244)                        | 2,334                           | (34,910)          |
| Dividends paid (Note 9)                     | -   | -                      | -                    | -                      | -                         | -                      | (568,082)                | (568,082)                       | (9,000)                         | (577,082)         |
| <b>Balance at 31 March 2016 (Unaudited)</b> | <b>1,145,252</b>  | <b>(73,516)</b>        | <b>4,693,986</b>     | <b>623,542</b>         | <b>3,710,090</b>          | <b>(539,136)</b>       | <b>3,513,550</b>         | <b>13,073,768</b>               | <b>65,525</b>                   | <b>13,139,293</b> |
|   | <i>Attributable to the equity holders of the Parent</i> |                        |                      |                        |                           |                        |                          |                                 |                                 |                   |
|   | <i>Share capital</i>                                    | <i>Treasury shares</i> | <i>Legal Reserve</i> | <i>General reserve</i> | <i>Fair value reserve</i> | <i>Hedging reserve</i> | <i>Retained earnings</i> | <i>Total</i>                    | <i>Non-controlling interest</i> | <i>Total</i>      |
|   | <i>QR'000</i>   | <i>QR'000</i>          | <i>QR'000</i>        | <i>QR'000</i>          | <i>QR'000</i>             | <i>QR'000</i>          | <i>QR'000</i>            | <i>QR'000</i>                   | <i>QR'000</i>                   | <i>QR'000</i>     |
| Balance at 1 January 2015 (Audited)         | 1,145,252   | (73,516)               | 4,693,986            | 623,542                | 4,230,860                 | (423,169)              | 3,287,565                | 13,484,520                      | 57,975                          | 13,542,495        |
| Profit for the period                       | -   | -                      | -                    | -                      | -                         | -                      | 364,510                  | 364,510                         | 369                             | 364,879           |
| Other comprehensive loss                    | -   | -                      | -                    | -                      | (187,552)                 | (128,734)              | -                        | (316,286)                       | (444)                           | (316,730)         |
| Total comprehensive (loss) income           | -   | -                      | -                    | -                      | (187,552)                 | (128,734)              | 364,510                  | 48,224                          | (75)                            | 48,149            |
| Dividends paid (Note 9)                     | -   | -                      | -                    | -                      | -                         | -                      | (624,891)                | (624,891)                       | -                               | (624,891)         |
| Balance at 31 March 2015 (Unaudited)        | 1,145,252   | (73,516)               | 4,693,986            | 623,542                | 4,043,308                 | (551,903)              | 3,027,184                | 12,907,853                      | 57,900                          | 12,965,753        |

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements.



# Qatar Navigation Q.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2016

### 1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

Qatar Navigation Q.S.C. (the “Company”) or (the “Parent”) was incorporated on 5 July 1957 as a Qatari Shareholding Company. The registered office of the Company is located in Doha, State of Qatar. The shares of the Company are publicly traded at Qatar Exchange. The Parent company along with its subsidiaries are engaged primarily in marine transport, acting as agent to foreign shipping lines, offshore services, sale of heavy vehicles, ship repair, fabrication and installation of offshore structures, land transport, chartering of vessels, real estate, investments in listed and unlisted securities, trading of aggregates, building materials and the operation of a travel agency. The Company has a branch in Dubai, United Arab Emirates.

The interim condensed consolidated financial statements include the financial statements of the Company and of its subsidiaries (the “Group”) for the three months ended 31 March 2016.

The Company has the following subsidiaries:

| <i>Name of the subsidiaries</i>                        | <i>Country of incorporation</i> | <i>Nature of business</i>  | <i>Ownership percentage</i> |                         |
|--|---------------------------------|--|-----------------------------|-------------------------|
|  |                                 |  | <i>31 March 2016</i>        | <i>31 December 2015</i> |
| Qatar Shipping Company S.P.C.                          | Qatar                           | Chartering of vessels and maritime services                      | 100%                        | 100%                    |
| Halul Offshore Services Company W.L.L.                 | Qatar                           | Chartering of vessels offshore services                          | 100%                        | 100%                    |
| Qatar Quarries and Building Materials Company Q.P.S.C. | Qatar                           | Trading in building materials                                    | 50%                         | 50%                     |
| Gulf Shipping Investment Company W.L.L.                | Qatar                           | Cargo handling   | 100%                        | 100%                    |
| Qatar Shipping Company (India) Private Limited         | India                           | Own, Hire, Purchase, Sale, Operate and manage all types of ships | 100%                        | 100%                    |
| Ocean Marine Services W.L.L.                           | Qatar                           | Cargo handling, offshore support services                        | 100%                        | 100%                    |
| Halul United Business Offshore Services L.L.C.         | Saudi Arabia                    | Offshore services  | 100%                        | 100%                    |
| Milaha Trading Company W.L.L.                          | Qatar                           | Trading in industrial materials                                  | 100%                        | 100%                    |
| Navigation Travel & Tourism S.P.C.                     | Qatar                           | Travel agency  | 100%                        | 100%                    |
| Navigation Trading Agencies S.P.C.                     | Qatar                           | Trading in heavy equipment                                       | 100%                        | 100%                    |
| Navigation Marine Service Center S.P.C.                | Qatar                           | Marine services  | 100%                        | 100%                    |
| Milaha Capital W.L.L.                                  | Qatar                           | Investments  | 100%                        | 100%                    |
| Milaha Integrated Maritime and Logistics W.L.L.        | Qatar                           | Maritime and logistic services                                   | 100%                        | 100%                    |

# Qatar Navigation Q.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS At 31 March 2016

### 1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES (CONTINUED)

| <i>Names of the subsidiaries</i>                  | <i>Country of incorporation</i> | <i>Nature of business</i>                           | <i>Ownership percentage</i> |                         |
|---|---------------------------------|---|-----------------------------|-------------------------|
|   |                                 |   | <i>31 March 2016</i>        | <i>31 December 2015</i> |
| Milaha Offshore Support Services Company L.L.C.   | Qatar                           | Marine transport services                           | <b>100%</b>                 | 100%                    |
| Milaha Real Estate services S.P.C.                | Qatar                           | Real estate maintenance                             | <b>100%</b>                 | 100%                    |
| Milaha Real Estate investment S.P.C.              | Qatar                           | Real estate maintenance                             | <b>100%</b>                 | 100%                    |
| Milaha for Petroleum and Chemical Products W.L.L. | Qatar                           | Trading in Petroleum and chemical related materials | <b>100%</b>                 | 100%                    |
| Milaha Ras Laffan (QS) Verwaltungs GMBH           | Germany                         | Managing the business activities of KG companies    | <b>100%</b>                 | 100%                    |
| Milaha Qatar Verwaltungs GMBH                     | Germany                         | Managing the business activities of KG companies    | <b>100%</b>                 | 100%                    |
| Milaha Ras Laffan Gmbh & Co. KG (KG1)             | Germany                         | LNG Transport                                       | <b>100%</b>                 | 100%                    |
| Milaha Qatar Gmbh & Co. KG (KG2)                  | Germany                         | LNG Transport                                       | <b>100%</b>                 | 100%                    |
| Milaha Technical & Logistics Services S.P.C       | Qatar                           | Logistics   | <b>100%</b>                 | 100%                    |
| Qatar Shipping Company (France)                   | France                          | Investments   | <b>100%</b>                 | 100%                    |

(i) The Group's exercises control over the financial and operating policies of Qatar Quarries Building Materials Company Q.P.S.C based on the control exercised over the Board of Directors and the Management.

The Parent's ownership percentages of the above subsidiaries are the same as group effective ownership percentages except for the following material subsidiaries:

| <i>Names of the subsidiaries</i>                       | <i>Parent ownership percentage</i> |                         |
|--|------------------------------------|-------------------------|
|  | <i>31 March 2016</i>               | <i>31 December 2015</i> |
| Halul Offshore Services Company W.L.L.                 | <b>50%</b>                         | 50%                     |
| Qatar Quarries and Building Materials Company Q.P.S.C. | <b>25%</b>                         | 25%                     |
| Milaha Trading Company W.L.L.                          | <b>99.5%</b>                       | 99.5%                   |
| Milaha Capital W.L.L.                                  | <b>99.5%</b>                       | 99.5%                   |
| Milaha Integrated Maritime and Logistics W.L.L.        | <b>99.5%</b>                       | 99.5%                   |

All subsidiaries undertakings are included in the consolidation. The proportion of the voting rights in the subsidiary undertakings held directly by the parent company do not differ from the proportion of ordinary shares held.

# Qatar Navigation Q.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2016

### 1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES (CONTINUED)

#### Investment in associates

The Group has the following investment in associates:

|  | <i>Country of incorporation</i> | <i>Ownership %</i> |                    | <i>Profit Sharing %</i> |                    |
|--|---------------------------------|--------------------|--------------------|-------------------------|--------------------|
|  |                                 | <i>31 Mar 2016</i> | <i>31 Dec 2015</i> | <i>2015</i>             | <i>31 Dec 2015</i> |
| Cargotec Qatar W.L.L.                                  | Qatar                           | <b>51.0%</b>       | 51.0%              | <b>40.0%</b>            | 40.0%              |
| Iraq-Qatar Transport and Shipping Services Com. L.T.D. | Iraq                            | <b>51.0%</b>       | 51.0%              | <b>51.0%</b>            | 51.0%              |
| United Arab Shipping Agency Company W.L.L.             | Qatar                           | <b>40.0%</b>       | 40.0%              | <b>40.0%</b>            | 40.0%              |
| Qatar Gas Transport Company Limited (NAKILAT) (Q.S.C.) | Qatar                           | <b>30.3%</b>       | 30.3%              | <b>30.3%</b>            | 30.3%              |
| Camartina Shipping INC.                                | Liberia                         | <b>29.4%</b>       | 29.4%              | <b>29.4%</b>            | 29.4%              |
| Peninsula LNG Transport No. 1 Ltd.                     | Liberia                         | <b>29.4%</b>       | 29.4%              | <b>29.4%</b>            | 29.4%              |
| Peninsula LNG Transport No. 2 Ltd.                     | Liberia                         | <b>29.4%</b>       | 29.4%              | <b>29.4%</b>            | 29.4%              |
| Peninsula LNG Transport No. 3 Ltd.                     | Liberia                         | <b>29.4%</b>       | 29.4%              | <b>29.4%</b>            | 29.4%              |
| Qatar LNG Transport Ltd.                               | Liberia                         | <b>20.0%</b>       | 20.0%              | <b>20.0%</b>            | 20.0%              |
| Man Diesel & Turbo Qatar Navigation W.L.L.             | Qatar                           | <b>51.0%</b>       | 51.0%              | <b>35.0%</b>            | 35.0%              |

#### Investment in joint ventures

The Group has following investment in Joint ventures:

| <i>Name of entity</i>                           | <i>Country of incorporation</i> | <i>Group effective ownership</i> |                    |
|---|---------------------------------|----------------------------------|--------------------|
|   |                                 | <i>31 Mar 2016</i>               | <i>31 Dec 2015</i> |
| Qatar Engineering and Technology Company W.L.L. | Qatar                           | <b>51%</b>                       | 51%                |
| Qatar Ship Management Company W.L.L.            | Qatar                           | <b>51%</b>                       | 51%                |
| Gulf LPG Transport Company W.L.L.               | Qatar                           | <b>50%</b>                       | 50%                |
| Aliago W.L.L.                                   | Qatar                           | <b>50%</b>                       | 50%                |

The interim condensed consolidated financial statements of the Group were authorised for issue by the Board of Directors on 23 April 2016.

**2 BASIS OF PREPARATION AND CHANGES TO THE GROUP'S ACCOUNTING POLICIES****2.1 Basis of preparation**

The interim condensed consolidated financial statements are prepared in Qatari Riyals ("QR"), which is the Groups functional and presentation currency and all values are rounded to the nearest thousands (QR'000) except otherwise indicated.

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 financial statements as at 31 December 2015.

**2.2 New standards, interpretations and amendments adopted by the Group**

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2015, except for the adoption of the new standards and interpretations effective as of 1 January 2016. The Group has not early adopted any of the standards issued, and are yet to be effective.

**3 OPERATING REVENUES**

The operating revenues consist of the activities of the following Pillars:

|                               | <i>Three months ended 31 March</i> |               |
|-------------------------------|------------------------------------|---------------|
|                               | <i>2016</i>                        | <i>2015</i>   |
|                               | <i>(Unaudited)</i>                 |               |
|                               | <i>QR'000</i>                      | <i>QR'000</i> |
| Milaha Capital                | <b>185,889</b>                     | 214,092       |
| Milaha Maritime and Logistics | <b>227,413</b>                     | 218,224       |
| Milaha Offshore               | <b>145,030</b>                     | 161,855       |
| Milaha Trading                | <b>88,002</b>                      | 114,909       |
| Milaha Gas and Petrochem      | <b>124,624</b>                     | 76,575        |
|                               | <b>770,958</b>                     | 785,655       |

**4 BASIC AND DILUTED EARNINGS PER SHARE**

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the parent by the weighted average number of shares outstanding during the period.

|   | <i>Three months ended 31 March</i> |             |
|---|------------------------------------|-------------|
|   | <i>2016</i>                        | <i>2015</i> |
|   | <i>(Unaudited)</i>                 |             |
| Net profit for the period attributable to equity holders of the parent (QR'000) | <b>351,788</b>                     | 364,510     |
| Weighted average number of shares (000's)                                       | <b>113,616</b>                     | 113,616     |
| <b>Basic and diluted earnings per share (QR)</b>                                | <b>3.10</b>                        | 3.21        |

The weighted average numbers of shares have been calculated as follows:

|  | <i>Three months ended 31 March</i> |             |
|--|------------------------------------|-------------|
|  | <i>2016</i>                        | <i>2015</i> |
|  | <i>(Unaudited)</i>                 |             |
| Total number of shares outstanding (000's)   | <b>114,525</b>                     | 114,525     |
| Adjustment for weighted average shares with respect to treasury shares purchased during the year 2013 (000's) (Note) | <b>(909)</b>                       | (909)       |
| Weighted average numbers of shares during the period (000's)   | <b>113,616</b>                     | 113,616     |

Note:

This represents the investment of 908,725 shares in the Parent Company, Qatar Navigation Q.S.C., by one of the subsidiaries during the year ended 31 December 2013.

**5 COMPONENTS OF OTHER COMPREHENSIVE INCOME**

|   | <i>Three months ended 31 March</i> |               |
|---|------------------------------------|---------------|
|   | <i>2016</i>                        | <i>2015</i>   |
|   | <i>(Unaudited)</i>                 |               |
|   | <i>QR'000</i>                      | <i>QR'000</i> |
| <b>Movements of other comprehensive income</b>  |                                    |               |
| <b>Cash flow hedges</b>   |                                    |               |
| Movement during the period  | <b>(29,848)</b>                    | (191)         |
| Group share of net movement in associates   | <b>(209,953)</b>                   | (128,543)     |
| <b>Total effect on other comprehensive loss resulting from cashflow hedges</b>                | <b>(239,801)</b>                   | (128,734)     |
| <b>Available-for-sale investments</b>   |                                    |               |
| Loss arising during the period on revaluation   | <b>(148,257)</b>                   | (179,946)     |
| Group share of net movement in associates   | <b>(1,019)</b>                     | (8,050)       |
| <b>Total effect on other comprehensive loss resulting from available-for-sale investments</b> | <b>(149,276)</b>                   | (187,996)     |

Qatar Navigation Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
At 31 March 2016

**6 PROPERTY, VESSELS AND EQUIPMENT**

|  | <i>31 March<br/>2016<br/>(Unaudited)<br/>QR'000</i> | <i>31 December<br/>2015<br/>(Audited)<br/>QR'000</i> |
|--|---|--|
| Net book value, beginning balance        | 5,038,783   | 3,972,522  |
| Additions                                | 39,844  | 440,287  |
| Acquisition of subsidiaries              | -   | 1,031,621  |
| Disposals and write off                  | (26)  | (36,279)   |
| Transfers and reclassifications          | -   | (975)  |
| Impairment of vessels and equipment      | -   | (96,649)   |
| Depreciation charge for the period/ year | <u>(69,601)</u>                                     | <u>(271,744)</u>                                     |
| Net book value, ending balance           | <u><u>5,009,000</u></u>                             | <u><u>5,038,783</u></u>                              |

**7 INVESTMENT PROPERTIES**

|  | <i>31 March<br/>2016<br/>(Unaudited)<br/>QR'000</i> | <i>31 December<br/>2015<br/>(Audited)<br/>QR'000</i> |
|--|---|--|
| Net book value, beginning balance        | 877,986   | 791,062  |
| Additions                                | 46,840  | 111,569  |
| Depreciation charge for the period/ year | <u>(6,187)</u>                                      | <u>(24,645)</u>                                      |
| Net book value, ending balance           | <u><u>918,639</u></u>                               | <u><u>877,986</u></u>                                |

**8 CASH AND CASH EQUIVALENTS**

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

|  | <i>Three months ended 31 March</i> |                         |
|--|------------------------------------|-------------------------|
|  | <i>2016</i>                        | <i>2015</i>             |
|  | <i>(Unaudited)</i>                 |                         |
|  | <i>QR'000</i>                      | <i>QR'000</i>           |
| Bank balances and cash                     | 5,462,952                          | 4,204,414               |
| Less: Term deposits maturing after 90 days | <u>(4,635,395)</u>                 | <u>(2,856,808)</u>      |
|  | 827,557                            | 1,347,606               |
| Less: Bank overdrafts                      | <u>-</u>                           | <u>(160,515)</u>        |
|  | <u><u>827,557</u></u>              | <u><u>1,187,091</u></u> |

**9 DIVIDENDS**

Following the approval at the Annual General Assembly held on 16 March 2016, the Company paid a cash dividend of QR 5 per share totalling QR 568 million (2015: QR 5.5 per share, totalling QR 625 million) relating to the year 2015.

**10 CONTINGENT LIABILITIES**

At 31 March 2016 and 31 December 2015, the Group had letters of guarantees and letters of credit from which it anticipates that no material liabilities will arise amounted to:

|                       | <i>31 March<br/>2016<br/>(Unaudited)<br/>QR'000</i> | <i>31 December<br/>2015<br/>(Audited)<br/>QR'000</i> |
|-----------------------|---|--|
| Letters of guarantees | <b>795,901</b>                                      | 754,270  |
| Letters of credits    | <b>95,468</b>                                       | 472,267  |
|                       | <b><u>891,369</u></b>                               | <u>1,226,537</u>                                     |

**11 HEDGING ACTIVITIES AND DERIVATIVE FINANCIAL INSTRUMENTS****Cash flow hedges:***Halul Offshore Services W.L.L.:*

At 31 March 2016, Halul Offshore Services W.L.L. had an interest rate swap agreement in place with a notional amount of USD 25,328,000 (QR 92,193,000), whereby it receives a variable rate of USD 3 months LIBOR and pays a fixed rate of interest of 1.30% on the notional amount. The swap is being used to hedge the exposure to interest rate fluctuations on its loans. The loan facility and the interest rate swap have the same critical terms. This cash flow hedge is assessed to be highly effective. The fair value of the interest rate swaps are calculated by reference to the market valuation of the swap agreements.

The Group has recognised the negative fair value of the interest rate swaps amounting to QR 431,000 as at 31 March 2016 (31 December 2015: QR 1,084,000) as part of accounts payable and accruals.

*Milaha Ras Laffan GmbH & Co. KG ("KG 1") and Milaha Qatar GmbH & Co. KG ("KG 2"):*

KG 1 and KG 2 has interest rate swap agreements in place with a notional amount of USD 132,712,414 (QR 483,073,189) and USD 135,369,591 (QR 492,745,312), respectively, whereby it receives a variable rate of USD 3 months LIBOR and pays a fixed rate interest of 2.685% on the notional amount. The swap is being used to hedge the exposure to interest rate fluctuations on its loans. The loan facility and the interest rate swap have the same critical terms. This cash flow hedge is assessed to be highly effective. The fair value of the interest rate swaps are calculated by reference to the market valuation of the swap agreements.

KG1 and KG2 has recognised the negative fair value movement of the interest rate swaps amounting to USD 10,159,000 (QR 36,979,000) and USD 10,363,000 (QR 37,721,000) respectively (31 December 2015: USD 6,011,197 (QR 21,881,000) and USD 6,131,554 (QR 22,318,000)) as part of accounts payable and accruals.

**12 FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

Financial instruments comprise of financial assets, financial liabilities and derivative financial instruments.

Financial assets consist of bank balances, available-for-sale investments, financial assets at fair value through profit or loss, loans to LNG and LPG companies and certain other receivables. Financial liabilities consist of bank overdrafts, interest bearing loans and borrowings and certain other payables. Derivative financial instruments consist of interest rate swaps. As at the reporting date the carrying values of the financial assets and financial liabilities was not materially different to the fair values.

**13 RELATED PARTY DISCLOSURES**

The following table provides the total amount of transactions that have been entered into with related parties during the three months ended 31 March 2016 and 31 March 2015, as well as balances with related parties as at 31 March 2016 and 31 December 2015:

**Related party transactions**

|                     | <i>Three months ended 31 March</i> |                  |                    |                  |
|---------------------|------------------------------------|------------------|--------------------|------------------|
|                     | <i>2016</i>                        |                  | <i>2015</i>        |                  |
|                     | <i>Sales</i>                       | <i>Purchases</i> | <i>Sales</i>       | <i>Purchases</i> |
|                     | <i>(Unaudited)</i>                 |                  | <i>(Unaudited)</i> |                  |
|                     | <i>QR'000</i>                      | <i>QR'000</i>    | <i>QR'000</i>      | <i>QR'000</i>    |
| Associate companies | <u>149</u>                         | <u>2</u>         | <u>67</u>          | <u>-</u>         |

**Related party balances**

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

|                     | <i>31 March 2016</i> |                 | <i>31 December 2015</i> |                 |
|---------------------|----------------------|-----------------|-------------------------|-----------------|
|                     | <i>Trade</i>         | <i>Trade</i>    | <i>Trade</i>            | <i>Trade</i>    |
|                     | <i>receivables</i>   | <i>payables</i> | <i>receivables</i>      | <i>payables</i> |
|                     | <i>(Unaudited)</i>   |                 | <i>(Audited)</i>        |                 |
|                     | <i>QR'000</i>        | <i>QR'000</i>   | <i>QR'000</i>           | <i>QR'000</i>   |
| Associate companies | <u>134</u>           | <u>3</u>        | 326                     | -               |
| Directors           | <u>670</u>           | <u>108</u>      | <u>4,483</u>            | <u>498</u>      |
|                     | <u>804</u>           | <u>111</u>      | <u>4,809</u>            | <u>498</u>      |

**Compensation of directors and other key management personnel**

The accrued remuneration of directors and the paid salaries and allowances to members of key management during the period was as follows:

|                                    | <i>Three months ended 31</i> |               |
|------------------------------------|------------------------------|---------------|
|                                    | <i>March</i>                 |               |
|                                    | <i>2016</i>                  | <i>2015</i>   |
|                                    | <i>(Unaudited)</i>           |               |
|                                    | <i>QR'000</i>                | <i>QR'000</i> |
| Salaries and allowances            | <u>2,400</u>                 | 3,680         |
| Employees' end of service benefits | <u>47</u>                    | 32            |
| Board of directors remuneration    | <u>3,488</u>                 | <u>3,488</u>  |
|                                    | <u>5,935</u>                 | <u>7,200</u>  |



**14 SEGMENT INFORMATION**

Group is organised into six pillars as follows, which constitute five reportable segments (strategic divisions):

- Milaha Capital - provides corporate finance advisory services to Parent and its subsidiaries, in addition to managing its proprietary portfolio of financial and real estate investments and holding the investment of Qatar Quarries and Building Material Company W.L.L.
- Milaha Maritime & Logistics - delivers a comprehensive range of services to major importers, exporters and shipping companies in the region, including oil & gas majors. The activities include logistics services, container feeder shipping, NVOCC operations, bulk shipping, shipping agencies, port management and operations, shipyard and steel fabrication.
- Milaha Offshore - provides comprehensive offshore support services to the oil and gas industry across the region. The Company currently operates a fleet of offshore service vessels, which include safety standby vessels, anchor handling tugs, crew boats, workboats and dynamic positioning (DP) vessels. It provides a complete range of diving services including saturation diving.
- Milaha Trading – engaged in trading trucks, heavy equipment, machinery and lubrication brands in Qatar. The segment markets its products and provides critical after sales service. Milaha Trading also owns and operates an IATA-approved travel agency, one of the oldest in the State of Qatar.
- Milaha Gas and Petrochem – owns, manages and operates a fleet of LPG and LNG carriers and provides ocean transportation services to international energy and industrial companies. It further owns and manages a young fleet of product tankers and crude carrier. The segment also operates a number of product tankers in partnership with international trading and shipping companies.

Adjustments with respect to Milaha corporate represent costs captured, which are subsequently allocated to various business pillars by way of a laid down methodology. Milaha Corporate provides necessary services to all the pillars to run their respective business. These services are costs of management, corporate development and communications, internal audit, legal affairs, shared services, information technology, procurement, human resources and administration and finance. These costs and income are subsequently allocated.

Management monitors the operating results of 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 consistently with operating profit or loss in the consolidated financial statements.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Qatar Navigation Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2016

**14 SEGMENT INFORMATION (CONTINUED)**

Three months period ended 31 March 2016 (Unaudited)

|   | Milaha<br>Capital<br>QR'000 | Milaha<br>Maritime and<br>Logistics<br>QR'000 | Milaha<br>Offshore<br>QR'000 | Milaha<br>Trading<br>QR'000 | Milaha<br>Gas and<br>Petrochem<br>QR'000 | Adjustments<br>relating to<br>Milaha<br>Corporate<br>QR'000 | Total<br>segments<br>QR'000 | Adjustments<br>and<br>eliminations<br>QR'000 | Consolidated<br>QR'000 |
|---|-----------------------------|---|------------------------------|-----------------------------|--|---|-----------------------------|--|------------------------|
| Operating revenues  | 190,786                     | 251,286                                       | 145,030                      | 99,515                      | 124,625                                  | -   | 811,242                     | (40,284) (i)                                 | 770,958                |
| Salaries, wages and other<br>benefits                         | (962)                       | (54,110)                                      | (46,225)                     | (5,205)                     | (25,672)                                 | (27,230)  | (159,404)                   | 118 (i)                                      | (159,286)              |
| Operating supplies and expenses                               | (29,225)                    | (105,700)                                     | (32,433)                     | (84,772)                    | (13,221)                                 | (2,764)   | (268,115)                   | 35,496 (i)                                   | (232,619)              |
| Rent expenses   | (1,052)                     | (1,958)                                       | (1,668)                      | (550)                       | (863)                                    | (2,469)   | (8,560)                     | 4,763 (i)                                    | (3,797)                |
| Depreciation and amortisation                                 | (8,811)                     | (10,748)                                      | (27,806)                     | (230)                       | (30,928)                                 | (1,076)   | (79,599)                    | (1)  | (79,600)               |
| Other operating expenses                                      | (2,683)                     | (7,211)                                       | (13,893)                     | (795)                       | (8,512)                                  | (3,287)   | (36,381)                    | (92) (i)                                     | (36,473)               |
| Allocations relating to fleet and<br>technical services       | -                           | (13,191)                                      | -                            | -                           | 13,191                                   | -   | -                           | -  | -                      |
| Allocations relating to Milaha<br>Corporate                   | (3,097)                     | (17,158)                                      | (6,933)                      | (3,613)                     | (6,027)                                  | 36,828  | -                           | -  | -                      |
| <b>OPERATING PROFIT</b>                                       | <b>144,956</b>              | <b>41,210</b>                                 | <b>16,072</b>                | <b>4,350</b>                | <b>52,593</b>                            | <b>2</b>  | <b>259,183</b>              | <b>-</b>                                     | <b>259,183</b>         |
| Finance costs   | (15,810)                    | (1,839)                                       | (4,681)                      | -                           | (15,181)                                 | -   | (37,511)                    | -  | (37,511)               |
| Finance income  | 29,969                      | 1   | 362                          | 974                         | 7,276                                    | -   | 38,582                      | -  | 38,582                 |
| Gain (Loss) on disposal of<br>property, vessels and equipment | -                           | 2   | (5)                          | -                           | -  | -   | (3)                         | -  | (3)                    |
| Share of results of associates                                | 274                         | 252   | -                            | -                           | 76,820                                   | -   | 77,346                      | -  | 77,346                 |
| Share of results of joint ventures                            | -                           | -   | -                            | -                           | 12,149                                   | -   | 12,149                      | -  | 12,149                 |
| Net (loss) gain on foreign<br>exchange                        | (76)                        | (176)   | (76)                         | (67)                        | 3,188                                    | (2)   | 2,791                       | -  | 2,791                  |
| Miscellaneous income  | 149                         | 1   | -                            | -                           | 1,480                                    | -   | 1,630                       | -  | 1,630                  |
| <b>PROFIT FOR THE PERIOD</b>                                  | <b>159,462</b>              | <b>39,451</b>                                 | <b>11,672</b>                | <b>5,257</b>                | <b>138,325</b>                           | <b>-</b>  | <b>354,167</b>              | <b>-</b>                                     | <b>354,167</b>         |

# Qatar Navigation Q.S.C.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2016

### 14 SEGMENT INFORMATION (CONTINUED)

Three months period ended 31 March 2015 (Unaudited)

|   | Milaha<br>Capital<br>QR'000 | Milaha<br>Maritime and<br>Logistics<br>QR'000 | Milaha<br>Offshore<br>QR'000 | Milaha<br>Trading<br>QR'000 | Milaha<br>Gas and<br>Petrochem<br>QR'000 | Adjustments<br>relating to Milaha<br>Corporate<br>QR'000 | Total<br>segments<br>QR'000 | Adjustments<br>and<br>eliminations<br>QR'000 |     | Consolidated<br>QR'000 |
|---|-----------------------------|---|------------------------------|-----------------------------|--|--|-----------------------------|--|-----|------------------------|
| Operating revenues                                      | 217,603                     | 256,863                                       | 161,855                      | 126,808                     | 76,574                                   | -  | 839,703                     | (54,048)                                     | (i) | 785,655                |
| Salaries, wages and other<br>benefits                   | (2,907)                     | (49,352)                                      | (58,505)                     | (4,775)                     | (21,205)                                 | (31,518)   | (168,262)                   | 1,433  | (i) | (166,829)              |
| Operating supplies and expenses                         | (35,408)                    | (99,343)                                      | (31,793)                     | (105,690)                   | (8,232)                                  | (873)  | (281,339)                   | 48,310                                       | (i) | (233,029)              |
| Rent expenses   | (1,237)                     | (2,418)                                       | (1,428)                      | (596)                       | (1,002)                                  | (1,925)  | (8,606)                     | 3,765  | (i) | (4,841)                |
| Depreciation and amortisation                           | (8,976)                     | (14,762)                                      | (28,325)                     | (223)                       | (19,791)                                 | (825)  | (72,902)                    | -  |     | (72,902)               |
| Other operating expenses                                | (3,104)                     | (6,060)                                       | (10,453)                     | (603)                       | (6,210)                                  | (3,004)  | (29,434)                    | 540  | (i) | (28,894)               |
| Allocations relating to fleet and<br>technical services | -                           | (15,838)                                      | -                            | -                           | 15,838                                   | -  | -                           | -  |     | -                      |
| Allocations relating to Milaha<br>Corporate             | (4,054)                     | (16,846)                                      | (7,008)                      | (4,148)                     | (5,929)                                  | 37,985   | -                           | -  |     | -                      |
| <b>OPERATING PROFIT</b>                                 | <b>161,917</b>              | <b>52,244</b>                                 | <b>24,343</b>                | <b>10,773</b>               | <b>30,043</b>                            | <b>(160)</b>   | <b>279,160</b>              | <b>-</b>                                     |     | <b>279,160</b>         |
| Finance costs   | (9,304)                     | (2,075)                                       | (2,769)                      | -                           | (2,008)                                  | -  | (16,156)                    | -  |     | (16,156)               |
| Finance income  | 15,662                      | 1   | 20                           | 508                         | 4,786                                    | -  | 20,977                      | -  |     | 20,977                 |
| Loss on disposal of property,<br>vessels and equipment  | (4)                         | (4)   | -                            | -                           | -  | -  | (8)                         | -  |     | (8)                    |
| Share of results of associates                          | 113                         | 87  | -                            | -                           | 71,331                                   | -  | 71,531                      | -  |     | 71,531                 |
| Share of results of joint ventures                      | -                           | -   | -                            | -                           | 8,035                                    | -  | 8,035                       | -  |     | 8,035                  |
| Net (loss) gain on foreign<br>exchange                  | (99)                        | 273   | 259                          | 106                         | 598                                      | 160  | 1,297                       | -  |     | 1,297                  |
| Miscellaneous income                                    | -                           | -   | -                            | -                           | 43                                       | -  | 43                          | -  |     | 43                     |
| <b>PROFIT FOR THE PERIOD</b>                            | <b>168,285</b>              | <b>50,526</b>                                 | <b>21,853</b>                | <b>11,387</b>               | <b>112,828</b>                           | <b>-</b>   | <b>364,879</b>              | <b>-</b>                                     |     | <b>364,879</b>         |

Note:

(i) Inter-segment revenues are eliminated on consolidation.