

Qatar Aluminium Manufacturing Company Q.P.S.C.

Unaudited condensed interim financial information for the
nine-month period ended 30 September 2020

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30
September 2020

CONTENTS	PAGES
<i>Condensed interim statement of financial position</i>	<i>3</i>
<i>Condensed interim statement of profit or loss and other comprehensive income</i>	<i>4</i>
<i>Condensed interim statement of changes in equity</i>	<i>5</i>
<i>Condensed interim statement of cash flows</i>	<i>6</i>
<i>Notes to condensed interim financial information</i>	<i>7-8</i>

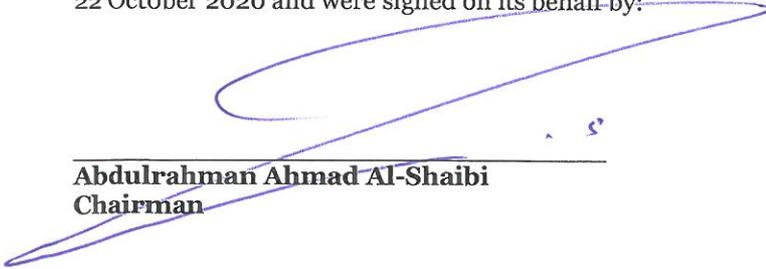
Qatar Aluminium Manufacturing Company Q.P.S.C.

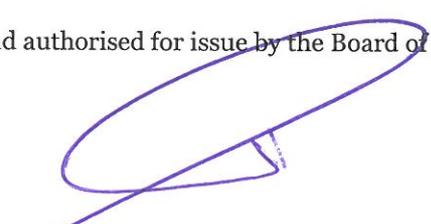
Condensed interim financial information for the nine-month period ended 30 September 2020
(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

As at	As at 30 September 2020 QR ('000') (Unaudited)	As at 31 December 2019 QR ('000') (Audited)
Assets		
Non-current asset		
Investment in a joint venture	5,537,336	5,646,962
Current assets		
Other receivables	1,330	1,833
Bank balances and cash	175,664	103,300
	176,994	105,133
Total assets	5,714,330	5,752,095
Equity and liabilities		
Equity		
Share capital	5,580,120	5,580,120
Retained earnings	94,916	138,433
Total equity	5,675,036	5,718,553
Liabilities		
Current liabilities		
Other payables	34,926	29,174
Due to a related party	4,368	4,368
Total current liabilities	39,294	33,542
Total equity and liabilities	5,714,330	5,752,095

This condensed interim financial information were approved and authorised for issue by the Board of Directors on 22 October 2020 and were signed on its behalf by:


Abdulrahman Ahmad Al-Shaibi
Chairman


Ahmed Saeed Al-Amoodi
Vice Chairman

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30 September 2020

(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	For the nine-month period ended 30 September 2020 QR (‘000’) (Unaudited)	From 3 December 2018 to 30 September 2019 QR (‘000’) (Unaudited)
Share of results from a joint venture	17,774	67,640
General and administrative expenses	(8,614)	(10,447)
Other income	3,125	3,371
Net profit for the period	12,285	60,564
Other comprehensive income		
<i>Items that may be reclassified to profit or loss</i>		
Share of other comprehensive income of a joint venture	-	10,372
Total other comprehensive income for the period	-	10,372
Total comprehensive income for the period	12,285	70,936
Basic and diluted earnings per share (in QR)	0.002	0.011

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30 September 2020

(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

	Share Capital QR ('000')	Hedging Reserve QR ('000')	Retained earnings QR ('000')	Total QR ('000')
Balance at 3 December 2018 (date of incorporation)	-	-	-	-
Capital contribution	5,580,120	-	-	5,580,120
Share of impact of adopting IFRS 16 of a joint Venture	-	-	44,599	44,599
Assignment of QP's share of profit in Qatalum for the period from 1 July 2018 to 2 December 2018	-	-	117,041	117,041
Profit for the period	-	-	60,564	60,564
Other comprehensive income for the period	-	10,372	-	10,372
Total comprehensive income for the period	-	10,372	60,564	70,936
<i>Transaction with owners in their capacity as owners:</i>				
Dividends approved	-	-	(111,602)	(111,602)
Balance at 30 September 2019 (Unaudited)	5,580,120	10,372	110,602	5,701,094
Balance at 1 January 2020 (Audited)	5,580,120	-	138,433	5,718,553
Profit for the period	-	-	12,285	12,285
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	-	-	12,285	12,285
<i>Transaction with owners in their capacity as owners:</i>				
Dividends approved	-	-	(55,801)	(55,801)
Balance at 30 September 2020 (Unaudited)	5,580,120	-	94,916	5,675,036

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30 September 2020

(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

CONDENSED INTERIM STATEMENT OF CASH FLOWS

	For the nine-month period ended 30 September 2020 QR ('000') (Unaudited)	From 3 December 2018 to 30 September 2019 QR ('000') (Unaudited)
Cash flows from operating activities		
Net profit for the year	12,285	60,564
Adjustments for:		
Share of profit of a joint venture	(17,774)	(67,640)
Finance income	(1,348)	(2,916)
	(6,837)	(9,992)
<i>Movement in working capital:</i>		
Other receivables	1,033	(1,680)
Due to a related party	(531)	5,281
Other payables	(2,328)	2,977
Net cash used in operating activities	(8,663)	(3,414)
Cash flows from investing activities		
Investment in a joint venture	-	(2,734,259)
Dividend received from a joint venture	127,400	191,100
Placement of fixed deposits	(142,340)	(73,600)
Maturity of fixed term deposits	73,600	-
Finance income	1,348	2,916
Net cash generated from/ (used in) investing activities	60,008	(2,613,843)
Cash flows from financing activities		
Proceeds from issue of shares	-	2,734,259
Dividends paid	(47,721)	(86,708)
Movement in unclaimed dividends account	(8,080)	(24,894)
Net cash (used in)/ generated from financing activities	(55,801)	2,622,657
Net (decrease)/ increase in cash and cash equivalents	(4,456)	5,400
Cash and cash equivalents at beginning of period/ incorporation	5,405	-
Cash and cash equivalents at end of period	949	5,400

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30 September 2020

Notes to the condensed interim financial information

(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

1. CORPORATE INFORMATION AND ACTIVITIES

Qatar Aluminium Manufacturing Company Q.P.S.C. (the "Company" or "QAMCO") is registered and incorporated in Qatar with commercial registration number 126659 as a Public Qatari Shareholding Company by its founding shareholder, Qatar Petroleum ("QP"). The Company is listed in the Qatar Stock Exchange and is governed by the provisions of the Qatar Commercial Companies Law No. 11 of 2015, and the regulations of Qatar Financial Markets Authority and Qatar Stock Exchange.

The Company was incorporated on 3 December 2018 for an initial period of 50 years. The Company is 51% owned by QP and 49% of the Company's shares are traded on the Qatar Stock Exchange. The Company's registered office is at P.O. Box 3212, Doha, State of Qatar. The parent of the Company is QP.

The principal activity of the Company is to establish, manage, own and/or hold shares, assets and interests in companies (and their subsidiaries and/or associated undertakings), engaged in all manner of processing and/or manufacturing of metal products including aluminum, practicing and implementing various aspects and stages of activities related to minerals and mining, including the development of supply chains and products, whether inside or outside the State of Qatar.

The Company commenced commercial activities on 3 December 2018.

The joint venture of the Company, included in the condensed interim financial information is as follows:

Entity Name	Country of incorporation	Relationship	Ownership interest
Qatar Aluminium Limited Q.S.C	Qatar	Joint venture	50%

Qatar Aluminum Limited Q.S.C. (Qatalum) was registered on 24 July 2007 as a Qatari Joint Stock Company in accordance with formerly Article 68 of the Qatar Commercial Companies Law No.5 of 2002 (replaced by Article 207 of Law No. 11 of 2015) and the terms of its Articles of Association under commercial registration number 36539. During 2018, QP transferred its ownership in Qatalum to the Company.

The principal activities of Qatalum are to produce and sell the aluminum products produced by the smelter located in Mesaieed. The Company's plant commenced its commercial production on 1 January 2010.

These condensed interim financial information of the Company for the nine month period ended 30 September 2020 were authorised for issue on 22 October 2020 by the Board of Directors.

2. BASIS OF PREPARATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The condensed interim financial information for the nine month period ended 30 September 2020 have been prepared in accordance with IAS 34, Interim Financial Reporting under the historical cost convention.

The condensed interim financial information do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2019. In addition, results for the nine month period ended 30 September 2020 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2020.

The interim condensed financial information are presented in Qatari Riyal ("QR"), which is the Company's functional and presentation currency and all values are rounded to the nearest thousands (QR '000), except otherwise indicated.

The Company commenced its operations on 3 December 2018, and therefore the financial statements present the results of the Company for the period from 3 December 2018 to 30 September 2019 and the 9 month period ended 30 September 2020. Due to the difference in the length of the fiscal periods, not all information may be meaningfully comparable.

Qatar Aluminium Manufacturing Company Q.P.S.C.

Condensed interim financial information for the nine-month period ended 30 September 2020

Notes to the condensed interim financial information

(All amounts expressed in thousands Qatari Riyals unless otherwise stated)

2.2 Use of estimates and judgements

The preparation of interim condensed financial statements in conformity with IFRSs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

2.3 Significant accounting policies

The accounting policies adopted in the preparation of the condensed interim financial information are consistent with those followed in the preparation of the Company's annual financial statements for the year ended 31 December 2019.

3. STATEMENT OF PROFIT OR LOSS AND COMPREHENSIVE INCOME OF JOINT VENTURE

	For the nine-month period ended 30 September 2020 QR ('000') (Unaudited)	From 3 December 2018 to 30 September 2019 QR ('000') (Unaudited)
Revenue	3,213,013	4,140,638
Other income	7,779	36,655
Total Income	3,220,792	4,177,293
Raw material and energy consumption	(1,721,265)	(2,304,848)
Salaries and related costs	(298,822)	(344,723)
Depreciation and amortization	(670,317)	(769,208)
Loss on disposal of property plant and equipment	(21,960)	(36,593)
Technical service cost	(35,421)	(44,961)
Finance cost	(171,426)	(201,740)
Other expenses	(264,970)	(339,940)
Profit Before Tax for the period	36,611	135,281
Current Tax	(1,063)	-
Profit After Tax for the period	35,548	135,281
Proportion of the Company's ownership	50%	50%
Company's share of profit for the period in the joint venture	17,774	67,640
Company's share of profit before interest, tax, depreciation and amortisation	439,177	553,114
Other comprehensive income		
<i>Items to be reclassified to profit or loss in subsequent periods:</i>		
Net gain on cash flow hedges	-	19,080
Proportion of the Company's ownership	50%	50%
Company's share of other comprehensive income for the period in the joint venture	-	9,540