

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
**(A LIMITED LIABILITY COMPANY)**  
**DOHA - QATAR**  
**FINANCIAL STATEMENTS - 31.12.2022**  
**TOGETHER WITH AUDITORS' REPORT**

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KHALID SAEED AL-AMOUDI ACCOUNTING & AUDITING



خالد سعيد العمودي للمحاسبة والتدقيق

Chartered Accountants

محاسبون قانونيون

## INDEPENDENT AUDITORS' REPORT

TO THE PARTNERS,

AL DOHA MAINTENANCE AND SERVICE CENTRE L.L.C.

### Qualified Opinion

We have audited the accompanying consolidated financial statements of **Al Doha Maintenance L.L.C.** (a limited liability company, registered in the State of Qatar) which includes the statement of consolidated financial position as at 31 December 2022, the statement of income, the statement of changes in owners' equity, the statement of cash flows at that date, and the notes to the consolidated financial statements which include a summary of the most important accounting and other explanatory information.

In our opinion, except for the effects of the matters described in the basis for qualified opinion section of our report, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position **Al Doha Maintenance L.L.C.**, as at 31 December 2022, and its cash flows for the year then ended in accordance with International consolidated financial Reporting Standards (IFRSs).

### Basis for qualified opinion

We draw attention to note 5 of these financial statements, The company have an outstanding accounts receivable balance amounting to QAR2,277,478 for more than one year. During the year, the Company hasn't provided any provision for Expected Credit Loss (ECL).

We conducted our audit in accordance with International Standards on Auditing. We have further clarified our responsibility in accordance with these standards in the section "Auditor's Responsibility for Auditing consolidated financial Statements" in this report. We are independent of the company in accordance with the Ethical Code of Conduct for Certified Accountants of the International Standards Board of Certified Public Accountants and the ethical requirements relating to our audit of the Company's consolidated financial statements in Qatar. We have fulfilled our other ethical responsibilities in accordance with the requirements of the International Standards Board for Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### Management's responsibility for the consolidated financial statements

The management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with International consolidated financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.



In preparing the consolidated financial statements, the management is responsible for assessing the company's ability to continue in accordance with the principle of continuity and disclosing, as appropriate, matters relating to the principle of continuity and using the accounting basis in accordance with the principle of continuity unless the management plans either to liquidate the company or suspend its operations or has no realistic alternative.

#### **Auditor's responsibility for auditing the consolidated financial statements**

Our objective is to obtain reasonable assurance as to whether the consolidated financial statements as a whole are free of material misstatement, whether due to fraud or error, and the issuance of the auditors' report which includes our opinion.

"Reasonable assurance" is a high-level assurance but does not guarantee that an audit conducted in accordance with international auditing standards will always disclose material misstatements. Errors may arise from fraud or error, and are considered important if it is possible, individually or collectively, to reasonably expect to affect the economic decisions that users make on the basis of these consolidated financial statements.

As part of the audit process in accordance with International Standards on Auditing, we exercise professional judgment and maintain professional uncertainty in all audit work. We also:

- \* Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and implement audit procedures that responds to those risks. We obtain adequate and appropriate audit evidence to form the basis of our opinion. The risk of not detecting any material errors resulting from fraud is higher than that resulting from an error, since fraud may involve collusion, falsification, intentional omission or attempts to distort or bypass internal control.
- \* We obtain an understanding of the internal control relevant to the audit in order to design audit procedures appropriate to the circumstances but not for the purpose of expressing an opinion on the effectiveness of the internal control of the company.
- \* We assess the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- \* We demonstrate the appropriateness of the management's use of the principle of accounting continuity and, based on the audit evidence obtained, whether there are uncertainties relevant to events or circumstances that may give rise to substantial doubts about the Company's ability to continue in accordance with the principle of continuity. If we find that there are substantial doubts, we are required to draw attention in the auditor's report to the relevant disclosures in the consolidated financial statements or if disclosure of these statements is insufficient, we are required to amend our opinion. Our findings depend on the audit evidence obtained as of the date of the auditors' report. However, future events or circumstances may cause the Company to cease to continue in accordance with the principle of continuity.
- \* We evaluate the overall presentation, content of the consolidated financial statements, including disclosures, and whether the consolidated financial statements represent transactions and events that relate to the manner in which the fair presentation is obtained.
- \* We communicate with management on the planned scope, timing of audit and significant audit findings, including any significant internal control deficiencies that we identify during our audit.

**Legal and regulatory matters**

Furthermore, in our opinion, the company has kept proper consolidated financial records and the consolidated financial statements are in agreement with the company's consolidated financial records, and the consolidated financial statements comply with the Companies Law No. 11 of 2015, and the Companies Article of Association.

We have obtained all the information and explanations we required for the purpose of our audit and are not aware of any violations of the above-mentioned Law or the Article of Association having occurred during the year, which might have had a material effect on the business of the company or on its consolidated financial position.



**KHALID SAEED AL-AMOUDI**  
Auditors' registration No. (12)

May 27, 2023  
Doha,  
State of Qatar



EXH (A)

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
 (A LIMITED LIABILITY COMPANY)  
 DOHA - QATAR  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022**  
 (Amounts are expressed in Qatari Riyals)

	<u>Note</u>	<u>2022</u>	<u>2021</u>
<b>ASSETS:</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	(4)	1,178,217	660,377
Right of use assets	(5)	71,615	358,075
<b>Total non-current assets</b>		<b>1,249,832</b>	<b>1,018,452</b>
<b>Current assets</b>			
Cash and bank	(6)	606,527	127,741
Trade and other receivables	(7)	11,784,575	14,054,219
Inventories	(8)	363,579	357,396
Due from related party (ies)	(9)	261,999	262,710
Contract assets		3,441,534	4,429,936
<b>Total current assets</b>		<b>16,458,214</b>	<b>19,232,002</b>
<b>Total Assets</b>		<b>17,708,046</b>	<b>20,250,454</b>
<b>LIABILITIES:</b>			
<b>Current liabilities</b>			
Bank overdraft		2,961,140	2,088,902
Trade and other payables	(10)	7,957,467	8,476,351
Current portion of lease	(5)	76,202	290,062
<b>Total current liabilities</b>		<b>10,994,809</b>	<b>10,855,315</b>
<b>Non-Current Liabilities</b>			
Employees and end of service		3,006,101	2,734,172
Non-current portion of loan	(5)	-	76,202
<b>Total non-current liabilities</b>		<b>3,006,101</b>	<b>2,810,374</b>
<b>EQUITY</b>			
Capital		400,000	400,000
Legal reserve	(11)	584,880	584,880
Partners c/a	(12)	993,489	892,225
Retained earnings (EXH. C)		1,728,767	4,707,660
<b>Total Equity</b>		<b>3,707,136</b>	<b>6,584,765</b>
<b>Total liability and equity</b>		<b>17,708,046</b>	<b>20,250,454</b>

"The accompanying notes form an integral part of these financial statements"

Auditor .....

Partner .....



**EXH (B)**

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
**(A LIMITED LIABILITY COMPANY)**  
**DOHA – QATAR**  
**CONSOLIDATED STATEMENT OF OPERATING PROFIT & LOSS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022**  
 (Amounts are expressed in Qatari Riyals)

	<u>Note</u>	<u>2022</u> (12 Months)	<u>2021</u> (12 Months)
Sales –net		31,983,574	38,037,885
<b>Less:</b> Cost of sales	(13)	27,194,091	27,903,984
<b>Gross profit</b>		<b>4,789,483</b>	<b>10,133,901</b>
<b>Add:</b> Other income	(14)	12,360	53,546
<b>Add:</b> Profit on sale of property, plant and equipment		83,500	-
<b>Total income</b>		<b>4,885,343</b>	<b>10,187,447</b>
<b>Less:</b> General & Administrative expenses	(15)	5,672,579	7,789,465
<b>Less:</b> Depreciation of fixed assets		357,194	323,228
<b>Less:</b> Depreciation of right-of-use assets		286,460	214,845
Less: Interest expenses		18,819	25,004
<b>Less:</b> Finance costs		1,100,886	1,138,946
(Loss) profit before provisions		<b>(2,550,595)</b>	<b>695,959</b>
Provision for end of service benefits		(428,298)	(406,779)
<b>Net (loss) profit for the year (EXH.D)</b>		<b>(2,978,893)</b>	<b>289,180</b>

"The accompanying notes form an integral part of these financial statements"

Auditor 

Partner .....





**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
 (A LIMITED LIABILITY COMPANY)  
 DOHA - QATAR

**CONSOLIDATED STATEMENT OF IN OWNER'S EQUITY  
 FOR THE YEAR ENDED 31 DECEMBER 2022**

(Amounts are expressed in Qatari Riyals)

	<u>Capital</u>	<u>Partners Current account</u>	<u>Legal reserve</u>	<u>Retained earnings</u>	<u>Total</u>
<b>Balance 31.12.2020</b>	400,000	894,196	584,880	4,418,480	6,297,556
Net profit (loss) for the year	-	-	-	289,180	289,180
Movement in partners c/a	-	(1,971)	-	-	(1,971)
<b>Balance 31.12.2021</b>	400,000	892,225	584,880	4,707,660	6,584,765
Net profit (loss) for the year	-	-	-	(2,978,893)	(2,978,893)
Transferred to legal reserve	-	101,264	-	-	101,264
<b>Balance 31.12.2022</b>	400,000	993,489	584,880	1,728,767	3,707,136

"The accompanying notes form an integral part of these financial statements"

Auditor .....

Partner .....





EXH (D)

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
 (A LIMITED LIABILITY COMPANY)  
 DOHA - QATAR  
**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED 31 DECEMBER**  
**2022**  
 (Amounts are expressed in Qatari Riyals)

	<u>2022</u>	<u>2021</u>
<b><u>Cash flow from operation</u></b>		
Net profit (loss) for the year	(2,978,893)	289,180
<b>Adjustment for item not involving outlay of fund:</b>		
Depreciation	357,194	323,228
Interest on lease liability	18,819	25,004
Provision for employees end of service	428,298	406,778
Provision for bad debts	-	19,555
Bad debts written off	-	285,599
Ammortisation of right of use assets	286,460	214,845
Profit on sale of assets	(83,500)	-
<b>Cash flow before changing in working capital</b>	<b>(1,971,622)</b>	<b>1,564,189</b>
Trade and other receivables	2,269,644	(2,322,748)
Inventories	(6,183)	173,360
Contract assets	988,402	(3,405,459)
Trade and other payables	(518,885)	3,766,848
Due from related party (ies)	711	-
Employee end of service benifites paid	(156,369)	(143,900)
<b>Net cash from (used in) operating activities</b>	<b>605,698</b>	<b>(367,710)</b>
<b><u>Cash flow from investing activities</u></b>		
<b>Right-of-use assets</b>		
Property, plant and equipments	(874,868)	(214,131)
Related to prior year	(166)	-
Proceeds from sale of assets	83,500	-
<b>Net cash used in investing activities</b>	<b>(791,534)</b>	<b>(214,131)</b>
<b><u>Financing activities</u></b>		
Leases payments	(308,880)	(231,660)
Net movments in Partners current accout	101,264	(1,971)
<b>Net cash from financing activities</b>	<b>(207,616)</b>	<b>(233,631)</b>
<b>Net Increase (decrease) in cash</b>	<b>(393,452)</b>	<b>(815,472)</b>
Cash in hand & at bank at beginning of the year	(1,961,161)	(1,145,689)
<b>Cash in hand &amp; at bank at the end of the year</b>	<b>(2,354,613)</b>	<b>(1,961,161)</b>

"The accompanying notes form an integral part of these financial statements"

Auditor .....  
 Partner .....

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
(A LIMITED LIABILITY COMPANY)  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31.12.2022**  
(Amounts are expressed in Qatari Riyals)

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**NOTE-01 – LEGAL STATUS, ACTIVITIES, AND CAPITAL:**

**Al Doha Maintenance and Service Centre L.L.C. (the "Company")** is registered in the State of Qatar under commercial registration number 18632 on October 16, 1996. The Company's registered office is located at Barwa Avenue. The company is engaged in cleaning services and sale of related cleaning materials.

The registered capital as per the commercial registration is QR. 500,000.

**NOTE- 02 – ADOPTIONS OF NEW AND REVISED STANDARDS**

In the current year, the company has adopted the new and revised standards and interpretation issued by the International Accounting Standards Board (the IASB) and the International Financial Reporting Interpretation Committee (IFRIC) of the IASB that are relevant to its operations and effective for reporting periods beginning on January 2022.

**NOTE-03 –SIGNIFICANT ACCOUNTING POLICIES:**

**Basis of presentation**

**a) Statement of compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and interpretation issued by the International Financial Reporting Interpretation Committee (IFRIC) and applicable requirements of Qatari Commercial Companies Law No.11 of 2015.

**b) Basis of measurement**

The Financial statements have been prepared under the historical cost convention.

**c) Basis of consolidation**

The consolidated financial statements incorporate the financial statements of **Al Doha Maintenance and Service Centre L.L.C.** (the company) and entities controlled by the company.

Transactions eliminated on consolidation.

All material intercompany balances and transactions are eliminated in preparing the consolidated financial statements.

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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**NOTE-03 –SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**d) Accounts receivable**

Account receivables are stated at their nominal value less allowances for any doubtful debts, Management determines the adequacy of the allowances based upon reviews of individual customers, current economic conditions past experience and other pertinent factors.

**e) Accounts payable**

Accounts payable are stated at their nominal values.

**f) Employees' end of service benefits**

Employees' end of service benefits is estimated as per the management's policy applicable to each class of employee. This obligation is not funded. The management expects that based on this method of calculation a reasonable estimate is made of the obligation of the company towards employed indemnity for past and current periods.

**g) Provisions**

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event it is probable that an outflow of the resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are reviewed at each sheets date and adjusted to reflect the current best estimate.

**h) Foreign currencies**

The functional currency of the Company is the Qatari Riyals and accordingly, the financial statements are presented in Qatari Riyals. Transactions denominated in foreign currencies are translated into Qatari Riyals at the rate of exchange prevailing at the transactions date. Monetary assets and liabilities denominated in foreign currencies are retranslated into Qatari Riyals rates of exchange prevailing at the balance sheet date. The resultant exchange differences are taken to the statements of income.

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
 (A LIMITED LIABILITY COMPANY)  
 DOHA - QATAR  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31.12.2022**  
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**NOTE-03 –SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**a) Impairment**

The carrying amounts of the company's assets are reviewed on each sheet date to determine whether there is any indication of impairment, If any such indications exist the assets recoverable amount is estimated and an impairment loss, being the excess of the carrying amount over the recoverable amount is recognized. Impairments losses, if any are recognized in the statements of income.

**Impairment of Trade Receivable**

Allowances for doubtful debts are determined using a combination of factors to ensure that the trade receivables are not overstated due to non-collectability. The allowances for doubtful debt for all customers are based on a variety of factors, including the overall quality and aging of the receivables, contingent credit evaluation of the customers' financial conditions and collateral requirements from customers' certain circumstances.

**NOTE-04 - FIXED ASSETS**

Depreciation is provided on cost by the straight – line method to write off the cost of fixed assets over their estimated useful live which are as follows:

Building	5%
Furniture and fixtures	6.66 years
Motor vehicles	5 years
Computers and office equipment	3 to 6.66 years

AL DOHA MAINTENANCE AND SERVICE CENTRE  
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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31.12.2022

(Amounts are expressed in Qatari Riyals)

**NOTE-04 - FIXED ASSETS (CONTINUED)**

	Machinery & office Equipment	Furniture & Fittings	Motor Vehicles	Office equipment	Computers	Total
Cost: 1.1.2022	2,776,132	1,369,096	3,553,381	281,527	46,489	8,026,625
Additions	62,217	13,225	714,800	62,092	22,534	874,868
Disposal	-	-	(450,000)	(198,870)	(32,926)	(681,796)
31.12.2022	<b>2,838,349</b>	<b>1,382,321</b>	<b>3,818,181</b>	<b>144,749</b>	<b>36,097</b>	<b>8,219,697</b>
<b>Depreciation</b>						
1.1.2022	(2,569,025)	(1,231,014)	(3,314,294)	(214,609)	(37,306)	(7,366,248)
Provided for the year	(79,087)	(85,206)	(162,582)	(22,256)	(8,063)	(357,194)
Disposal	-	-	450,000	198,870	32,926	681,796
Other adjustments	466	-	(300)	-	-	166
31.12.2022	<b>(2,647,646)</b>	<b>(1,316,220)</b>	<b>(3,027,176)</b>	<b>(37,995)</b>	<b>(12,443)</b>	<b>(7,041,480)</b>
<b>NB Value 31.12.22</b>	<b>190,703</b>	<b>66,101</b>	<b>791,005</b>	<b>106,754</b>	<b>23,654</b>	<b>1,178,217</b>
<b>NB Value 31.12.21</b>	<b>207,107</b>	<b>138,082</b>	<b>239,087</b>	<b>66,918</b>	<b>9,183</b>	<b>660,377</b>

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31.12.2022**  
 (Amounts are expressed in Qatari Riyals)

**NOTE-05 – LEASES:****Right of use assets**

	<u>2022</u>	<u>2021</u>
Balance at the beginning of the year	358,075	
Additions during the year	-	572,920
Amortization	(286,460)	(214,845)
	<u>71,615</u>	<u>358,075</u>

**Lease liabilities**

	<u>2022</u>	<u>2021</u>
Balance at the beginning of the year	366,264	572,920
Interest expenses for the year	18,819	25,004
Payments of lease liabilities	(308,881)	(231,660)
	<u>76,202</u>	<u>366,264</u>

**Lease liabilities included in the statement of financial position at 31 December:**

	<u>2022</u>	<u>2021</u>
Current portion	76,202	290,062
Non-current portion	-	76,202
	<u>76,202</u>	<u>-</u>

**Amounts recognized in profit or loss:**

	<u>2022</u>	<u>2021</u>
Interest in lease liabilities	18,819	25,004
Depreciation of right-of-use assets	286,460	214,845

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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**NOTE-05 – LEASES: (CONTINUED)**

IFRS 16 is effective for annual periods commencing on or after 1<sup>st</sup> January 2019. It stipulates that all leases and the associated contractual rights and obligations should generally be recognized in the Company's financial position, unless the term is 12 months or less or the lease for low value asset. Thus, the classification required under IAS 17 "Leases" into operating or finance leases is eliminated for lessees. For each lease, the lessee recognizes a liability for future lease obligations. Correspondingly, a right to use the leased asset is capitalized, which is generally equivalent to the present value of the future lease payments plus directly attributable costs and which is amortized over the useful life.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property, plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, and the Company's incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise the following:

- fixed payments, including in-substance fixed payments;
- variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;
- amounts expected to be payable under a residual value guarantee; and
- the exercise price under a purchase option that the Company is reasonably certain to exercise, lease payments in an optional renewal period if the Company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the Company is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is premeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is re-measured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS 31.12.2022**  
 (Amounts are expressed in Qatari Riyals)

**NOTE-06 - CASH IN HAND AND AT BANK:**

	<u>2022</u>	<u>2021</u>
Cash in hand	67,789	49,376
Cash at bank	538,738	78,365
Bank Overdraft	(2,961,140)	(2,088,902)
	<u>(2,354,613)</u>	<u>(1,961,161)</u>

**NOTE-07 - TRADE AND OTHER RECEIVABLES:**

	<u>2022</u>	<u>2021</u>
Accounts receivable - trade	11,307,360	13,931,085
Expected credit losses	(19,555)	(19,555)
	<u>11,287,805</u>	<u>13,911,530</u>
Staff receivable		
Deposits and prepayments	370,832	106,749
Other receivable	125,938	35,940
	<u>11,784,575</u>	<u>14,054,219</u>

**NOTE-08 - STOCKS:**

	<u>2022</u>	<u>2021</u>
Finished products	363,579	357,396
	<u>363,579</u>	<u>357,396</u>

**NOTE-09 - DUE FROM RELATED PARTY:**

At the reporting date, amount due from related party comprised the following:

	<u>2022</u>	<u>2021</u>
Due from companies under common control/ownership	261,999	262,710

This balance results from making adjustments on the date of the financial statements between the related companies and **Al Doha Maintenance and Service Centre . L.L.C.** based on the management's decision and the approval of the related companies.



**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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 (Amounts are expressed in Qatari Riyals)

<b>NOTE-10 - TRADE AND OTHER PAYABLES</b>	<b><u>2022</u></b>	<b><u>2021</u></b>
Trade payable	5,317,167	5,364,836
Accrued expenses	1,622,417	2,117,772
Other payable	1,017,883	993,743
	<b><u>7,957,467</u></b>	<b><u>8,476,351</u></b>

**NOTE-11 - LEGAL RESERVE:**

In accordance with Qatar Commercial Company law No. 11 of 2015, 10% of the profit for the year has been transferred to a legal reserve. The company may resolve to discontinue such annual transfers when the reserve totals 50% of the issued share capital. The reserve is not available for distribution, except in the manner stated in the Commercial Companies' law.

<b>NOTE-12 - PARTNERS CURRENT ACCOUNT:</b>	<b><u>2022</u></b>	<b><u>2021</u></b>
	(12 months)	(12 months)
<b>Al mahhar Holding Company</b>	-	(102,000)
<b>Mr. John Bapist Cornello</b>	993,489	994,225
	<b><u>993,489</u></b>	<b><u>892,225</u></b>

<b>NOTE-13 - COST OF SALES:</b>	<b><u>2022</u></b>	<b><u>2021</u></b>
	(12 months)	(12 months)
Opening stock	357,396	530,756
Purchases	16,671,146	19,492,992
<b>Closing stock</b>	<b>(363,578)</b>	<b>(357,396)</b>
Materials cost	<b><u>16,664,964</u></b>	<b><u>19,666,352</u></b>
<b>Add: direct exp.</b>		
Other direct costs	94,159	72,235
Salaries and wages	10,434,968	8,165,397
	<b><u>27,194,091</u></b>	<b><u>27,903,984</u></b>

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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 DOHA - QATAR  
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<b>NOTE-14 - OTHER INCOME:</b>	<u>2022</u>	<u>2021</u>
	(12 months)	(12 months)
Other income	12,360	53,546
	<u>12,360</u>	<u>53,546</u>

<b>NOTE-15 – GENERAL &amp; ADMIN. EXPENSES:</b>	<u>2022</u>	<u>2021</u>
	(12 months)	(12 months)
Salaries and allowances	2,144,433	4,175,486
Legal & professional fee	35,700	46,470
Water and electricity	251,343	307,734
Printing & stationery	29,154	10,870
Travel expenses	1,233,308	920,680
Telephone and fax	145,356	144,273
Short-term lease expense	1,088,000	1,117,710
Provision for impairment of trade debtors	-	19,555
Fines and penalties	40,500	-
Medical expenses	63,974	79,238
Repair and maintainance	440,657	380,890
Other expenses	181,693	273,746
Bad debts	-	285,599
Advertising	18,461	27,214
	<u>5,672,579</u>	<u>7,789,465</u>

**NOTE-16- FINANCIAL INSTRUMENTS**

Financial instrumentation consists of financial assets and financial liabilities.

Financial assets of the company include cash and cash equivalents and accounts receivables.

Financial liabilities of the company include accounts payable, post-dated cheques and accrued liabilities.

Accounting policies for the financial assets and liabilities are set out in note 3.

**AL DOHA MAINTENANCE AND SERVICE CENTRE**  
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#### **NOTE-17- FINANCIAL RISK MANAGEMENT**

The activities of the company expose it to routine financial risks, including the effect of defaults by customers, movement in interest rate and liquidity. The company management seeks to minimize potential adverse effects on the financial performance of the company by taking appropriate steps to address specific risk management areas, such as credit risk, interest rate risk and liquidity management.

##### **Financial Risk Factors**

##### **Credit Risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial assets, which potentially subject the company to concentration of credit risk consist principally of receivables from activities. On the balance sheet date, the company did not have a significant concentration of credit risk.

##### **Liquidity Risk**

Prudent liquidity management implies maintaining sufficient funding to enable the business of the company to continue without disruption. In accordance with prudent liquidity risk management, the management of the company aims to maintain adequate amounts of funding in the form of cash and bank and timely collection of debts.

##### **Capital Risk**

The company manages its capital to ensure that the company will be able to continue as a going concern while maximizing the return to the Owner through the optimization of invested capital.