

**Qatar Electronic Systems Company W.L.L (Techno Q)**

**Condensed consolidated interim financial information**

**30 June 2023**

**Qatar Electronic Systems Company W.L.L (Techno Q)**

**Condensed consolidated interim financial information  
As at and for the six month period ended 30 June 2023**

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# Independent auditor's report on review of condensed consolidated interim financial information

**To the Shareholders of  
Qatar Electronic Systems Company W.L.L (Techno Q)  
Doha, Qatar**

## Introduction

We have reviewed the accompanying 30 June 2023 condensed consolidated interim financial information of Qatar Electronic Systems Company W.L.L (Techno Q) (the "Company") and its subsidiaries (together the "Group"), which comprises:

- the condensed consolidated statement of financial position as at 30 June 2023;
- the condensed consolidated statement of profit or loss and other comprehensive income for the six-month period ended 30 June 2023;
- the condensed consolidated statement of changes in equity for the six-month period ended 30 June 2023;
- the condensed consolidated statement of cash flows for the six-month period ended 30 June 2023; and
- notes to the condensed consolidated interim financial information.

The Management of the Company is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'.

Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

## Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



## Independent auditor's report on review of condensed consolidated interim financial information (continued)

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2023 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

### Emphasis of Matter – Comparative Figures

We draw attention to the interim condensed consolidated financial statements which indicates that the comparative information presented for the six-month period ended 30 June 2022 is not reviewed. Our opinion is not modified in respect of this matter.

29 February 2024  
Doha  
State of Qatar

Yacoub Hobeika  
KPMG  
Qatar Auditor's Registry Number 289




**Qatar Electronic Systems Company W.L.L (Techno Q)**

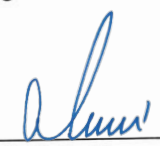
**Condensed consolidated statement of financial position  
As at 30 June 2023**

In Qatari Riyals

	Note	30 June 2023 (Reviewed)	31 December 2022 (Audited)
<b>ASSETS</b>			
Property, equipment, and right-of-use Assets	5	5,273,354	4,526,429
Intangible Assets		1,315,218	1,102,884
Investment in subsidiaries		-	918,351
<b>Non-current assets</b>		<b>6,588,572</b>	<b>6,547,664</b>
Inventories	6	24,867,281	16,416,281
Trade receivable and prepayments	7	248,989,048	96,883,387
Due from related parties	12(a)	2,494,316	15,239,836
Cash and bank balances	8	47,369,448	24,035,503
<b>Current assets</b>		<b>323,720,093</b>	<b>152,575,007</b>
<b>TOTAL ASSETS</b>		<b>330,308,665</b>	<b>159,122,671</b>
<b>EQUITY</b>			
Share capital		5,000,000	5,000,000
Capital Contribution		732,151	732,151
Legal reserve		2,500,000	2,500,000
Retained earnings		64,754,714	69,058,959
<b>Total equity before non-controlling interest</b>		<b>72,986,865</b>	<b>77,291,110</b>
Non-controlling interest		(14,882)	-
<b>Total equity</b>		<b>72,971,983</b>	<b>77,291,110</b>
<b>LIABILITIES</b>			
Lease Liabilities	10	1,199,962	1,096,953
Borrowings	9	6,587,194	706,453
Employees' end of service benefits		6,478,794	4,272,444
<b>Non-current liability</b>		<b>14,265,950</b>	<b>6,075,850</b>
Borrowings	9	28,593,013	2,715,170
Lease Liabilities	10	1,959,158	952,410
Trade and other payables	11	171,726,370	70,483,565
Due to related parties	12(b)	40,792,191	1,604,566
<b>Total current liabilities</b>		<b>243,070,732</b>	<b>75,755,711</b>
<b>Total liabilities</b>		<b>257,336,682</b>	<b>81,831,561</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>330,308,665</b>	<b>159,122,671</b>

These consolidated financial statements were approved by the management and signed on their behalf by the following:

  
**Zeyad Al Jaidah**  
Managing Director

  
**Abdullah Alansari**  
Executive Director

الشركة القطرية للأنظمة الإلكترونية  
(تكنو كيو)  
**TechnoQ**

المراجعين المسموح لهم  
KPMG  
For Identification  
Purposes Only

The notes on pages 7 to 15 are an integral part of these consolidated financial information.

**Qatar Electronic Systems Company W.L.L (Techno Q)**

**Condensed consolidated statement of profit or loss and comprehensive income.**

**For the six month period ended 30 June 2023**

In Qatari Riyals

		<b>For the six months ended 30 June</b>	
	<b>Note</b>	<b>2023</b>	<b>2021</b>
		<b>(Reviewed)</b>	<b>(unreviewed)</b>
Revenue	13	125,895,132	60,093,952
Direct Costs	14	(92,733,003)	(44,673,602)
<b>Gross profit</b>		<b>33,162,129</b>	<b>15,420,350</b>
Other income		162,889	256,756
General and administrative expenses	15	(19,155,046)	(11,502,027)
Selling and distribution expenses		(1,267,803)	(572,796)
Finance costs		(809,295)	(146,843)
<b>Profit for the period</b>		<b>12,092,874</b>	<b>3,455,440</b>
Other comprehensive income for the period		-	-
<b>Total comprehensive income for the period</b>		<b>12,092,874</b>	<b>3,455,440</b>
<b>Attributable to : -</b>			
Owners of the parent company		12,094,017	-
Non-controlling interest		(1,143)	-
		<b>12,092,874</b>	<b>-</b>



The notes on pages 7 to 15 are an integral part of these consolidated financial information.

**Qatar Electronic Systems Company W.L.L (Techno Q)**

**Condensed consolidated statement of changes in equity  
For the six month period ended 30 June 2023**

**In Qatari Riyals**

	Share capital	Attributable to owners of the Company				Non- controlling interest	Total
		Capital contribution	Legal reserve	Retained earnings	Total		
Balance at 1 January 2022 (audited)	5,000,000	-	2,500,000	57,323,534	64,823,534	-	64,823,534
<i>Total comprehensive income</i>							
Profit for the period	-	-	-	3,455,440	3,455,440	-	3,455,440
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	3,455,440	3,455,440	-	3,455,440
<i>Transactions with the owners:</i>							
Dividends Paid	-	-	-	(4,137,713)	(4,137,713)	-	(4,137,713)
Balance at 30 June 2022 (un reviewed)	5,000,000	-	2,500,000	56,641,261	64,141,261	-	64,141,261
Balance at 1 January 2023 (Audited)	5,000,000	732,151	2,500,000	69,058,959	77,291,110	-	77,291,110
<i>Total comprehensive income</i>							
Profit for the period	-	-	-	12,094,017	12,094,017	(1,143)	12,092,874
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	12,094,017	12,094,017	(1,143)	12,092,874
Other Movements	-	-	-	(2,355,334)	(2,355,334)	(13,739)	(2,369,073)
<i>Transactions with the owners:</i>							
Dividends Paid	-	-	-	(14,042,928)	(14,042,928)	-	(14,042,928)
<b>Balance at 30 June 2023 (Reviewed)</b>	<b>5,000,000</b>	<b>732,151</b>	<b>2,500,000</b>	<b>64,754,714</b>	<b>72,986,865</b>	<b>(14,882)</b>	<b>72,971,983</b>



The notes on pages 7 to 15 are an integral part of these consolidated financial information.

**Condensed consolidated statement of cash flow**  
**For the six month period ended 30 June 2023**

In Qatari Riyals

		<b>For the six months ended 30</b>	
	<b>Note</b>	<b>30 June 2023 (reviewed)</b>	<b>30 June 2022 (unreviewed)</b>
<b>Cash flow from operating activities</b>			
Profit for the period		12,092,874	3,455,440
Adjustments for:			
- Depreciation including right-of-use assets charges	5	1,356,981	853,038
- Gain on disposal of furniture, fixture and equipment	5	(6,875)	-
- Write off Trade receivables the period		(784,313)	(66,551)
- Provision for employees' end of service benefits		2,634,594	290,618
- Finance cost IFRS 16		111,711	25,459
- Finance cost loans		809,295	146,843
		<u>16,214,267</u>	<u>4,704,847</u>
Changes in:			
- Inventories		(8,451,000)	(4,938,203)
- Trade Receivables and other prepayments		(151,321,348)	(8,431,907)
- Due from related parties (*)		12,745,520	6,308,619
- Due to related parties (**)		39,187,625	(1,666,630)
- Trade and other Payables		101,242,805	25,542,717
		<u>9,617,869</u>	<u>21,519,443</u>
Cash generated from operating activities			
Employees' end of service benefits paid		(428,244)	(114,400)
-Interest paid		(1,127,093)	(146,843)
<b>Net cash generated from operating activities</b>		<u><b>8,062,532</b></u>	<u><b>21,258,200</b></u>
<b>Cash flow from investing activities</b>			
Acquisition of Intangible Assets		(212,334)	-
Acquisition of property, plant and equipment	5	(157,188)	(213,766)
Proceeds from sale of furniture, fixtures and equipment	5	86,480	-
Acquisition of Subsidiary, net of cash acquired		(1,114,199)	-
<b>Net cash used in investing activities</b>		<u><b>(1,397,241)</b></u>	<u><b>(213,766)</b></u>
<b>Cash flow from financing activities</b>			
Net movement in interest bearing loans and borrowings		31,758,584	(8,486,703)
Payment of principal portion of lease liabilities		(1,044,842)	(419,596)
Payment of principal portion of finance lease		(2,160)	(12,240)
Dividends paid		(14,042,928)	(4,137,713)
<b>Net cash generated from / (used in) financing activities</b>		<u><b>16,668,654</b></u>	<u><b>(13,056,252)</b></u>
<b>Net increase in cash and cash equivalents</b>		<u><b>23,333,945</b></u>	<u><b>7,988,182</b></u>
Cash and cash equivalents at 1 January		24,035,503	14,149,422
<b>Cash and cash equivalents at 30 June</b>	8	<u><b>47,369,448</b></u>	<u><b>22,137,604</b></u>
<b>Non-Cash Transactions:</b>			
*Transfer of EOSB (from/ to) related parties		-	652,980
**Acquisition of subsidiary		<u><b>32,919,922</b></u>	-

The notes on pages 7 to 15 are an integral part of these consolidated financial information.





## **Qatar Electronic Systems Company W.L.L (Techno Q)**

### **Notes to the condensed consolidated interim financial information**

**As at and for the six month period ended 30 June 2023**

In Qatari Riyals

#### **1. Reporting Entity**

Qatar Electronic Systems Company W.L.L. (Techno Q) (the "Company"), is a limited liability company registered in the State of Qatar under commercial registration no. 18116. The Company's registered office is located at P.O. Box 18860, Doha, State of Qatar.

These condensed consolidated interim financial information ("interim financial information") as at and for the six- months period ended 30 June 2023 comprise the Company and its subsidiaries (together referred to as the "Group").

The Group is engaged in the design, supply and installation of audio-visual displays, security, hospitality, IT infrastructure, lighting services, fire security system and control systems.

The details of Group's subsidiaries are as follows:

<b>Name of subsidiary</b>	<b>Country of incorporation</b>	<b>Group effective shareholding % June 2023</b>	<b>Group effective shareholding % December 2022</b>
Techno Q Security Systems W.L.L (*)	State of Qatar	<b>100%</b>	-
Al Jwdt LLanzmt Al Mtkamlt L.L.C.	Oman	<b>98%</b>	98%
Global Modern Developer Contracting Co W.L.L.	Saudi Arabia	<b>100%</b>	-

\*Techno Q Security Systems W.L.L was acquired under a attested purchase contract dated May 14, 2023, and the company is in the process of changing ownership in the Commercial Registration. The parent company's control over the subsidiary began on January 1, 2023.

#### **2. Basis Of Preparation**

These interim financial information for the six months ended 30 June 2023 have been prepared in accordance with the IAS 34 Interim *Financial Reporting* and should be read in conjunction with the Group's last annual consolidated financial statements as at and for the year ended 31 December 2022 ("last annual consolidated financial statements"). They do not include all of the information required for a complete set of financial statements prepared in accordance with IFRS standards. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual consolidated financial statements.

#### **3. Use of judgement and estimates**

In preparing these interim financial information, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

##### **Measurement of fair values**

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**Notes to the condensed consolidated interim financial information**  
**As at and for the six month period ended 30 June 2023**

In Qatari Riyals

**3. Use of judgement and estimates (continued)**

**Measurement of fair values (continued)**

If the inputs used to measure the fair value of an asset or a liability are categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

**4. Changes in accounting policies**

The accounting policies applied in these interim financial statements are the same as those applied in the Company's financial statements as at and for the year ended 31 December 2022.

**New standards or amendments for 2023 and forthcoming requirements**

Effective date	New standards or amendments
1 January 2023	<ul style="list-style-type: none"> <li>• <i>IFRS 17 Insurance Contracts, including amendments Initial Application of IFRS 17 and IFRS 9 – Comparative Information</i></li> <li>• <i>Definition of Accounting Estimates – Amendments to IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors</i></li> <li>• <i>Disclosure Initiative: Accounting Policies – Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2 Making Materiality Judgements</i></li> <li>• <i>Deferred Tax Related to Assets and Liabilities Arising from a Single Transaction – Amendments to IAS 12 Income Taxes</i></li> </ul>
23 May 2023	<ul style="list-style-type: none"> <li>• <i>Amendments to IAS 12 – International Tax Reform – Pillar Two Model Rules</i></li> </ul>

The adoption of above amendments had no significant impact on the Company's condensed interim financial information.

***New standards, amendments and interpretations to standards not yet effective, but available for early adoption.***

The below new and amended IFRS Accounting Standards ("IFRS" or "standards") that are available for early adoption for financial years beginning after 1 January 2023 have not been applied in preparing these condensed consolidated interim financial information.

Effective date	New standards or amendments
1 January 2024	<ul style="list-style-type: none"> <li>• Non-current Liabilities with Covenants (Amendments to IAS 1)</li> <li>• Classification of Liabilities as Current or Non-current (Amendments to IAS 1)</li> <li>• Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)</li> </ul>
Available for optional adoption/effective date deferred indefinitely	<ul style="list-style-type: none"> <li>• Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)</li> </ul>

Management does not expect that the adoption of the above new and amended standards will have a significant impact on these condensed consolidated interim financial information of the company.

## Notes to the condensed consolidated interim financial information

As at and for the six month period ended 30 June 2023

In Qatari Riyals

## 5. Property, equipment, and right-of-use Assets

	Furniture and fixtures	Motor vehicle	Office Equipment	Leasehold Improvements	Right of Use Assets	Total
<b>Cost</b>						
Balance at 1 January 2022	5,050,720	2,263,081	5,951,920	4,626,667	2,541,721	20,434,109
Additions	29,132	101,569	432,892	-	2,717,856	3,281,449
Disposals	-	-	-	-	(2,541,720)	(2,541,720)
Balance at 31 December 2022	5,079,852	2,364,650	6,384,812	4,626,667	2,717,857	21,173,838
Balance at 1 January 2023	5,079,852	2,364,650	6,384,812	4,626,667	2,717,857	21,173,838
Additions	35,981	115,155	6,052	-	-	157,188
Additions from a acquiring subsidiary company	-	350,000	40,490	-	2,717,856	3,108,346
Disposals	-	(114,845)	-	-	-	(114,845)
<b>Balance at 30 June 2023</b>	<b>5,115,833</b>	<b>2,714,960</b>	<b>6,431,354</b>	<b>4,626,667</b>	<b>5,435,713</b>	<b>24,324,527</b>
<b>Accumulated depreciation</b>						
Balance as at 1 January 2022	4,986,527	487,546	5,333,822	4,227,690	2,375,896	17,411,481
Depreciation	32,135	439,896	329,104	91,257	885,256	1,777,648
Disposals	-	-	-	-	(2,541,720)	(2,541,720)
Balance at 31 December 2022	5,018,662	927,442	5,662,926	4,318,947	719,432	16,647,409
Balance as at 1 January 2023	5,018,662	927,442	5,662,926	4,318,947	719,432	16,647,409
Depreciation	12,006	220,576	121,304	43,852	959,243	1,356,981
Depreciation from acquiring a subsidiary company	-	350,000	12,590	-	719,433	1,082,023
Disposal	-	(35,240)	-	-	-	(35,240)
<b>Balance at 30 June 2023</b>	<b>5,030,668</b>	<b>1,462,778</b>	<b>5,796,820</b>	<b>4,362,799</b>	<b>2,398,108</b>	<b>19,051,173</b>
<b>Carrying amounts</b>						
<b>At 30 June 2023</b>	<b>85,165</b>	<b>1,252,182</b>	<b>634,534</b>	<b>263,868</b>	<b>3,037,605</b>	<b>5,273,354</b>
At 31 December 2022	61,190	1,437,208	721,886	307,720	1,998,425	4,526,429

**Notes to the condensed consolidated interim financial information**

**As at and for the six month period ended 30 June 2023**

In Qatari Riyals

**6. INVENTORIES**

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Finished Goods	29,656,278	18,187,333
Less: Provision for slow moving inventories	(4,788,997)	(1,771,052)
	<b>24,867,281</b>	<b>16,416,281</b>

The Movement in the provision for slow moving inventories is as follows:

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
At 1 January	1,771,052	1,458,167
Acquisition of a subsidiary company	3,017,945	-
Provision During the period / year	-	337,290
Write off During the period / year	-	(24,405)
At 30 June / 31 December	<b>4,788,997</b>	<b>1,771,052</b>

**7. TRADE RECEIVABLE AND PREPAYMENTS**

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Trade receivables	129,162,170	68,764,887
Less: Allowance for expected credit losses	(11,804,615)	(9,487,061)
	<b>117,357,555</b>	<b>59,277,826</b>
Retention receivables	10,474,941	5,164,403
Accrued revenue	56,040,714	15,888,725
Contract assets *	11,531,692	6,745,371
Notes receivable	4,708,503	5,906,641
Advances to suppliers	48,595,226	3,598,147
Prepayments	82,238	58,609
Other receivables	198,179	243,665
	<b>248,989,048</b>	<b>96,883,387</b>

The movement in the allowance for expected credit losses of trade accounts receivable is as follows:

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
At 1 January	9,487,061	9,935,414
Acquisition of a subsidiary company	3,101,867	-
Provided during the period / year	-	1,690,832
Reclassification	-	(1,546,952)
Reversals	-	(520,000)
Write Off	(784,313)	(72,233)
At 30 June / 31 December	<b>11,804,615</b>	<b>9,487,061</b>

**Notes to the condensed consolidated interim financial information**

**As at and for the six month period ended 30 June 2023**

In Qatari Riyals

**7. TRADE RECEIVABLE AND PREPAYMENTS (CONTINUED)**

\* As at 30 June 2023, Contract assets amounted to QR 11,531,692 (2022: QR 6,745,371). The movement is as follows:

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Value of the work done at cost plus attributable profits	189,761,427	69,719,834
Less : Progress Billings	(178,229,735)	(62,974,463)
At 30 June / 31 December	<b>11,531,692</b>	<b>6,745,371</b>

**8. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents included in the separate statement of cash flows compromise the following balances:

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Cash on Hand	42,000	138,468
Bank balances	47,327,448	23,897,035
	<b>47,369,448</b>	<b>24,035,503</b>

**9. BORROWINGS**

	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Short term loans	28,593,013	2,715,170
Long term loans	6,587,194	706,453
	<b>35,180,207</b>	<b>3,421,623</b>

- Short term loans include short term facilities obtained from local banks for the purpose of financing import purchases and for the purpose of financing a project (Lusail Circuit). These loans are repayable in 180 days to 362 days and carry interests at commercial rates. These loans have been secured against personal guarantees of the partners.
- Long term loans include term facilities obtained from Qatar National Bank for the purpose of financing a project, supply, installation, maintenance of and support services for CCTV Solutions. These loans carry interests at commercial rates. These loans have been secured against personal guarantees of the partners. Also, term loans related to vehicles purchase and will be payables against instalments more than one year.

# Qatar Electronic Systems Company W.L.L (Techno Q)

## Notes to the condensed consolidated interim financial information As at and for the six month period ended 30 June 2023

In Qatari Riyals

### 10. LEASE LIABILITIES

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
Finance Lease Obligation	2,154	4,314
Lease liability pertaining to right-of-use asset	3,156,966	2,045,049
Total Lease Liabilities	<b>3,159,120</b>	<b>2,049,363</b>

See Below Movement of the lease liability pertaining to right-of-use assets:

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
At 1 January	2,045,049	173,753
Acquisition of subsidiary company	2,045,048	-
Additions During the year	-	2,717,856
Lease Interest	111,711	111,921
Payments during the year	(1,044,842)	(958,481)
At 30 June / 31 December	<b>3,156,966</b>	<b>2,045,049</b>

Presented in the statement of financial position as follows:

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
Current Portion	1,959,158	952,410
Non-Current Portion	1,199,962	1,096,953
	<b>3,159,120</b>	<b>2,049,363</b>

### 11. TRADE AND OTHER PAYABLES

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
Trade accounts payables	31,704,808	26,086,220
Advances from customers	42,264,372	21,011,010
Contract Liabilities *	60,833,497	15,719,635
Retention Payable	724,123	300,750
Goods received but not invoiced	10,567,762	-
Accruals and other payables	25,631,808	7,365,950
	<b>171,726,370</b>	<b>70,483,565</b>

\* As at 30 June 2023, Contract Liabilities movement is as follows:

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
Progress billings	420,854,263	88,540,195
Less: Contract costs incurred to date	(360,020,766)	(72,820,560)
At 30 June / 31 December	<b>60,833,497</b>	<b>15,719,635</b>

**Notes to the condensed consolidated interim financial information**  
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In Qatari Riyals

**12. RELATED PARTY TRANSACTIONS**

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. The Group enters into transactions with companies and entities that fall within the definition of a related party as contained in International Accounting Standard (IAS) No. 24 Related Party Disclosures. Related parties comprise companies under common ownership and/or common management and control, key management personnel, entities in which the shareholders have controlling interest affiliates, and other related parties.

**Transactions with related parties**

<b>Name</b>	<b>Nature of transactions</b>	<b>30 June 2023 (Reviewed)</b>	<b>30 June 2022 (unreviewed)</b>
Choices Trading	<b>Payment</b>	<b>840,256</b>	308,292
Al Jaidah Brothers	<b>Payment &amp; Distributions and Acquisition of subsidiary</b>	<b>35,327,171</b>	5,004,685
TQ International Ltd.	<b>Payment</b>	<b>1,584</b>	341
Abdullah Alansari	<b>Payment &amp; Distributions and Acquisition of subsidiary</b>	<b>9,535,895</b>	2,477,202
Zeyad Jaidah	<b>Payment &amp; Distributions</b>	<b>2,522,240</b>	1,475,922

**(a) Due from related parties**

<b>Name of Party</b>	<b>Relationship</b>	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Techno Q Security Systems W.L.L	Subsidiary	-	11,889,773
Al Jwdt LLanzmt Al Mtkaml L.L.C. – Oman	Subsidiary	-	1,450,722
Choices Trading	Other Related Party	2,494,316	1,654,060
Salah Jaidah	Shareholder	-	166,154
Tariq Al Jaidah	Shareholder	-	50,393
Zeyad Al Jaidah	Shareholder	-	6,341
TQ International Ltd.	Other Related Party	-	22,393
		<b>2,494,316</b>	<b>15,239,836</b>

**(b) Due to related parties**

<b>Name of Party</b>	<b>Relationship</b>	<b>30 June 2023 (Reviewed)</b>	<b>31 December 2022 (Audited)</b>
Al Jaidah Brothers	Shareholder	30,675,078	731,743
Abdulla Al-Ansari	Shareholder	8,840,217	872,823
Zeyad Jaidah	Shareholder	1,276,896	-
		<b>40,792,191</b>	<b>1,604,566</b>

Notes to the condensed consolidated interim financial information  
As at and for the six month period ended 30 June 2023

In Qatari Riyals

**12. RELATED PARTY TRANSACTIONS (Continued)****(c) Compensation of key management personnel**

The remuneration of directors and other members of key management during the year was as follows:

	<b>30 June 2023 (Reviewed)</b>	30 June 2022 (unreviewed)
Short-term benefits	<u><b>1,842,000</b></u>	<u>1,115,434</u>

**13. REVENUE**

Set out below is the disaggregation of the Group's revenue from contracts with customers:

	<b>30 June 2023 (Reviewed)</b>	30 June 2022 (unreviewed)
<b><i>Type of goods or services:</i></b>		
Project related revenue	117,317,368	51,975,604
Showroom and retail sales	<u>8,577,764</u>	<u>8,118,348</u>
	<u><b>125,895,132</b></u>	<u>60,093,952</u>
	<b>30 June 2023 (Reviewed)</b>	30 June 2022 (unreviewed)
<b><i>Timing of revenue recognition:</i></b>		
Goods and services transferred over time	117,317,368	51,975,604
Goods transferred at a point in time	<u>8,577,764</u>	<u>8,118,348</u>
	<u><b>125,895,132</b></u>	<u>60,093,952</u>

**14. DIRECT COST**

	<b>30 June 2023 (Reviewed)</b>	30 June 2022 (unreviewed)
Materials	45,859,974	30,655,430
Subcontract cost and provisions	34,407,203	6,795,904
Staff cost	12,052,000	6,859,021
Other direct cost	<u>413,826</u>	<u>363,247</u>
	<u><b>92,733,003</b></u>	<u>44,673,602</u>



**Notes to the condensed consolidated interim financial information**  
**As at and for the six month period ended 30 June 2023**

In Qatari Riyals

**15. GENERAL AND ADMINISTRATIVE EXPENSES**

	<b>30 June 2023 (Reviewed)</b>	<b>30 June 2022 (unreviewed)</b>
Salaries and related costs	11,159,653	7,496,703
Depreciation including right-of-use assets charges (Note 5)	1,356,981	853,038
Management remuneration	1,889,902	1,115,434
Legal and professional fees	887,252	154,096
Rent	938,521	443,933
Electricity and fuel	320,257	180,649
Travelling expenses	106,900	38,946
Repairs and maintenance	181,043	94,433
Immigration expenses	389,876	221,487
Communication costs	373,174	263,351
Training costs	91,841	51,921
Printing and stationery	273,320	138,657
Insurance	301,400	46,285
Miscellaneous expenses	884,926	403,094
	<b>19,155,046</b>	<b>11,502,027</b>

**16. CONTINGENCIES**

As at 30 June 2023, the Group had contingent liabilities amounting to QR 149,761,667 (2022: QR 52,813,211) in respect of bank guarantees and letters of credit arising in the ordinary course of business from which it is anticipated that no material liabilities will arise.