

***AL-WATANIAH TOWERS PUBLIC  
SHAREHOLDING COMPANY LIMITED***

Financial statements for the year ended December 31,  
2021

(Translated from the original Arabic version)

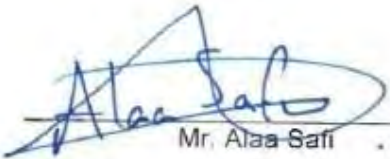
# AL-WATANIAH TOWERS PUBLIC SHAREHOLDING COMPANY LIMITED

Financial statements for the year ended December 31, 2021

(All amounts are in USD)


## Statement of financial position

	December 31, 2021	December 31, 2020
	Audited	Audited
<b>Assets</b>		
<b>Non-current assets</b>		
Investment properties	23,438,087	22,207,571
Property and equipment	26,010	15,456
Deferred tax assets	74,497	59,860
Investment in associate	824,495	806,638
Financial assets at amortised cost	936,809	2,125,282
<b>Total non-current assets</b>	<b>25,299,898</b>	<b>25,214,807</b>
<b>Current assets</b>		
Accounts receivable	731,148	838,424
Financial assets at fair value through profit or loss	1,499,078	280,000
Other debit balances	21,856	19,483
Deposits	220,758	176,101
Cheques under collection	12,645	11,991
Cash and cash equivalents	276,479	25,612
<b>Total current assets</b>	<b>2,761,964</b>	<b>1,351,611</b>
<b>Total assets</b>	<b>28,061,862</b>	<b>26,566,418</b>
<b>Equity and liabilities</b>		
<b>Equity</b>		
Paid-in capital	11,000,000	11,000,000
Statutory reserve	1,739,285	1,620,393
Foreign currency translation differences	120,714	55,612
Retained earnings	12,892,082	11,822,053
<b>Total equity</b>	<b>25,752,081</b>	<b>24,498,058</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Provision for end of service indemnity	128,309	131,052
Deferred tax liabilities	1,560,866	1,427,981
<b>Total non-current liabilities</b>	<b>1,689,175</b>	<b>1,559,033</b>
<b>Current liabilities</b>		
Revenues received in advance	122,049	100,689
Taxes provision	27,754	12,121
Accounts payable	96,395	34,569
Other credit balances	374,408	361,948
<b>Total current liabilities</b>	<b>620,606</b>	<b>509,327</b>
<b>Total liabilities</b>	<b>2,309,781</b>	<b>2,068,360</b>
<b>Total equity and liabilities</b>	<b>28,061,862</b>	<b>26,566,418</b>

  
Mr. Alaa Safi

Deputy General Manager for  
Finance and Logistics



  
Mr. Ahmad Mushasha  
General Manager

# AL-WATANIAH TOWERS PUBLIC SHAREHOLDING COMPANY LIMITED

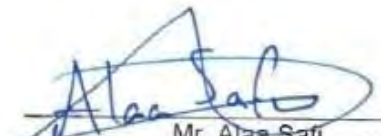
Financial statements for the year ended December 31, 2021

(All amounts are in USD)

## Statement of income

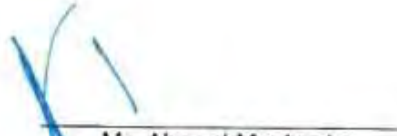
For the year ended

	December 31, 2021	December 31, 2020
	Audited	Audited
<b>Revenues</b>		
Rent revenue	486,611	485,561
Revaluation of investment properties	885,901	930,408
Service revenue	152,684	144,453
<b>Total revenues</b>	<b>1,525,196</b>	<b>1,560,422</b>
<b>Expenses</b>		
Direct expenses	(204,501)	(198,647)
General and administrative expenses	(52,286)	(47,316)
<b>Total expenses</b>	<b>(256,787)</b>	<b>(245,963)</b>
<b>Operating income</b>	<b>1,268,409</b>	<b>1,314,459</b>
Investment income	272,110	150,793
Company's share of the results of associate's businesses	50,755	156,010
Other revenues	8,080	7,794
Board of directors' remuneration	(43,000)	(38,500)
Currency exchange (losses)	(20,016)	(19,126)
Net impairment (losses)	(116,021)	(45,395)
<b>Income before property and income tax</b>	<b>1,420,317</b>	<b>1,526,035</b>
Property tax	(69,271)	(75,882)
<b>Income before income tax</b>	<b>1,351,046</b>	<b>1,450,153</b>
Income tax	(162,125)	(172,629)
<b>Net income for the year</b>	<b>1,188,921</b>	<b>1,277,524</b>
<b>Earnings per share for the year</b>	<b>0.108</b>	<b>0.116</b>

  
Mr. Alaa Safi

Deputy General Manager for  
Finance and Logistics



  
Mr. Ahmad Mushasha  
General Manager

# AL-WATANIAH TOWERS PUBLIC SHAREHOLDING COMPANY LIMITED

Financial statements for the year ended December 31, 2021

(All amounts are in USD)

## Statement of comprehensive income

For the year ended

	December 31, 2021	December 31, 2020
	Audited	Audited
Net income for the year	1,188,921	1,277,524
<b>Comprehensive income:</b>		
<i>Items that will be reclassified to the statement of income in subsequent periods:</i>		
Foreign currency translation differences	65,102	55,612
<b>Other comprehensive income for the year</b>	<b>65,102</b>	<b>55,612</b>
<b>Total comprehensive income for the year</b>	<b>1,254,023</b>	<b>1,333,136</b>

# AL-WATANIAH TOWERS PUBLIC SHAREHOLDING COMPANY LIMITED

Financial statements for the year ended December 31, 2021

(All amounts are in USD)

## Statement of changes in equity

For the year ended

	Paid-in capital	Statutory reserve	Foreign currency translation differences	Retained earnings	Total
<b>December 31, 2021</b>					
<b>Balance as at January 1, 2021</b>	<b>11,000,000</b>	<b>1,620,393</b>	<b>55,612</b>	<b>11,822,053</b>	<b>24,498,058</b>
Net income	-	-	-	1,188,921	1,188,921
Statutory reserve	-	118,892	-	(118,892)	-
Other comprehensive income	-	-	65,102	-	65,102
<b>Balance as at December 31, 2021 (Audited)</b>	<b>11,000,000</b>	<b>1,739,285</b>	<b>120,714</b>	<b>12,892,082</b>	<b>25,752,081</b>
<b>December 31, 2020</b>					
<b>Balance as at January 1, 2020</b>	<b>11,000,000</b>	<b>1,492,641</b>	<b>-</b>	<b>10,672,281</b>	<b>23,164,922</b>
Net income	-	-	-	1,277,524	1,277,524
Statutory reserve	-	127,752	-	(127,752)	-
Other comprehensive income	-	-	55,612	-	55,612
<b>Balance as at December 31, 2020 (Audited)</b>	<b>11,000,000</b>	<b>1,620,393</b>	<b>55,612</b>	<b>11,822,053</b>	<b>24,498,058</b>

# AL-WATANIAH TOWERS PUBLIC SHAREHOLDING COMPANY LIMITED

Financial statements for the year ended December 31, 2021

(All amounts are in USD)

## Statement of cash flows

For the year ended

	December 31, 2021	December 31, 2020
	Audited	Audited
<b>Cash flows from operating activities</b>		
Income before income tax	1,351,046	1,450,153
<b>Adjustments:</b>		
Revaluation of investment properties	(885,901)	(930,408)
Depreciation of property and equipment	3,859	3,694
Company's share of the results of the associate's businesses	(50,755)	(156,010)
Net impairment losses	116,021	45,395
Provision for end of service indemnity	15,505	11,870
(Gain) on sale of investment properties	-	(30,662)
Change in financial assets at fair value through profit or loss	(14,490)	(43,860)
Investment income	(106,304)	(76,271)
(Gain) on sale of financial assets at amortised cost	(42,776)	-
(Gain) on sale of financial assets at fair value through profit or loss	(131,947)	-
	254,258	273,901
<b>Change in operating assets and liabilities:</b>		
Accounts receivable	(5,950)	(49,725)
Other debit balances	(2,373)	(4,041)
Revenues received in advance	21,360	(41,581)
Cheques under collection	(806)	43,493
Accounts payable	61,826	5,613
Other credit balances	12,460	84,049
Purchase of financial assets at fair value through profit or loss	(2,257,742)	(236,140)
Sale of financial assets at fair value through profit or loss	1,185,101	-
<b>Net cash flows (used in) provided by operating activities before end of service indemnity and income tax payments</b>	<b>(731,866)</b>	<b>75,569</b>
End of service indemnity payments	(18,248)	-
Income tax paid	(28,244)	(27,153)
<b>Net cash flows (used in) provided by operating activities</b>	<b>(778,358)</b>	<b>48,416</b>
<b>Cash flows from investing activities</b>		
Deposits	(47,300)	(177,700)
Purchase of financial assets at amortised cost	(245,164)	(1,475,235)
Sale of financial assets at amortised cost	1,463,368	-
Change in financial assets at amortised cost	13,045	-
Purchase of investment properties	(344,615)	(12,612)
Sale of investment properties	-	1,510,269
Change in investment in associate	98,000	83,300
Purchase of property and equipment	(14,413)	(244)
Investment income	106,304	76,271
<b>Net cash flows provided by investing activities</b>	<b>1,029,225</b>	<b>4,049</b>
<b>Cash flows from financing activities</b>		
Loans	-	(64,673)
<b>Net cash flows (used in) financing activities</b>	<b>-</b>	<b>(64,673)</b>
<b>Net change in cash and cash equivalents</b>	<b>250,867</b>	<b>(12,208)</b>
Cash and cash equivalents balance, beginning of the year	25,612	37,820
<b>Cash and cash equivalents balance, end of the year</b>	<b>276,479</b>	<b>25,612</b>