



MEEZA QSTP-LLC (PUBLIC)
DOHA - QATAR

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL INFORMATION AND
INDEPENDENT AUDITOR'S REVIEW REPORT
FOR THE SIX-MONTH PERIOD ENDED
JUNE 30, 2025**

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Report on review of condensed consolidated interim financial information to the Board of Directors of Meeza QSTP - LLC (Public)

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of MEEZA QSTP-LLC (Public) (the "Company") and its subsidiary (the "Group") as at 30 June 2025 and the related condensed consolidated interim statements of profit or loss and other comprehensive income, changes in equity and cash flows for the six-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 'Interim Financial Reporting' as issued by the International Accounting Standard Board (IASB). 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 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.

Conclusion

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

For and on behalf of PricewaterhouseCoopers – Qatar Branch
Qatar financial market authority registration number 120155

Mark Menton
Auditor's registration number 364
Doha, State of Qatar
31 July 2025



As at June 30, 2025

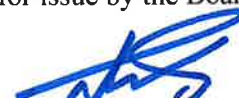
	Notes	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
ASSETS			
Non-current assets			
Property, plant and equipment	4	449,661	449,390
Right-of-use assets	5	177,312	133,991
Contract assets	6	8,894	7,387
Other non-current assets	7	9,567	4,970
Total non-current assets		645,434	595,738
Current assets			
Prepayments and other assets	8	51,945	20,280
Contract assets	6	159,498	129,051
Trade receivables	9	96,496	81,264
Trade receivables from related parties	18	34,637	52,987
Cash and cash equivalents	10	218,696	278,842
Total current assets		561,272	562,424
Total assets		1,206,706	1,158,162
EQUITY AND LIABILITIES			
Equity			
Share capital	11	648,980	648,980
Legal reserve	12	23,445	20,580
Retained earnings		29,282	56,129
Total equity		701,707	725,689
Non-current liabilities			
Employees' end of service benefits	13	13,888	12,315
Contract liabilities	19	24,377	33,447
Lease liabilities	14	189,406	141,292
Borrowings	15	130,978	108,192
Total non-current liabilities		358,649	295,246
Current liabilities			
Trade and other payables	16	94,606	99,916
Trade payables to related parties	18	1,350	5,976
Contract liabilities	19	25,706	8,027
Lease liabilities	14	11,284	9,904
Borrowings	15	13,404	13,404
Total current liabilities		146,350	137,227
Total liabilities		504,999	432,473
Total equity and liabilities		1,206,706	1,158,162

The financial information on pages 1 to 18 were approved and authorised for issue by the Board of Directors on July 31, 2025 and were signed on its behalf by:



Chairman

Hamad Bin Abdulla Bin Jassim Al-Thani

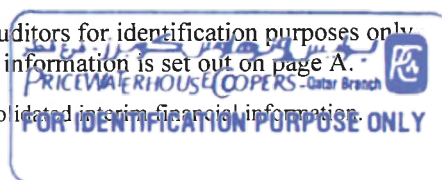


Chief Executive Officer

Mohamed Ali Alghaithani

This statement has been prepared by the Group & stamped by the Auditors for identification purposes only.
Report on review of condensed consolidated interim financial information is set out on page A.

The accompanying notes are an integral part of these condensed consolidated interim financial information.



CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME

For the six-month period ended June 30, 2025

	Notes	For the six-month period ended June 30	
		2025	2024
		(Reviewed) QR'000	(Reviewed) QR'000
Revenue	19	188,614	179,379
Cost of sales	20	(133,411)	(119,945)
Gross profit		55,203	59,434
General and administrative expenses	21	(23,613)	(25,611)
Net impairment losses on financial assets	9	(1,000)	--
Operating profit		30,590	33,823
Other (expense) / income		(8)	556
Finance income	10	5,256	4,196
Finance costs on borrowings	15	(3,203)	(4,442)
Finance costs on lease liabilities	5	(3,983)	(4,248)
Profit for the period		28,652	29,885
Other comprehensive income		--	--
Total comprehensive income for the period		28,652	29,885
Earnings per share			
Basic and diluted earnings (in QR)	23	0.04	0.05



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CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the six-month period ended June 30, 2025

	Share capital QR'000	Legal reserve QR'000	Retained earnings QR'000	Total QR'000
Balance at January 1, 2024 (Audited)	648,980	14,537	55,942	719,459
Transfer to legal reserve (Note 12)	--	2,989	(2,989)	--
Total comprehensive income for the period	--	--	29,885	29,885
Dividends paid during the period (Note 17)	--	--	(52,689)	(52,689)
Balance at June 30, 2024 (Reviewed)	<u>648,980</u>	<u>17,526</u>	<u>30,149</u>	<u>696,655</u>
Balance at December 31, 2024 (Audited)	648,980	20,580	56,129	725,689
Transfer to legal reserve (Note 12)	--	2,865	(2,865)	--
Total comprehensive income for the period	--	--	28,652	28,652
Appropriation for contribution to social and sports fund (Note 12)	--	--	(716)	(716)
Dividends paid during the period (Note 17)	--	--	(51,918)	(51,918)
Balance at June 30, 2025 (Reviewed)	<u>648,980</u>	<u>23,445</u>	<u>29,282</u>	<u>701,707</u>



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Report on review of condensed consolidated interim financial information is set out on page A.

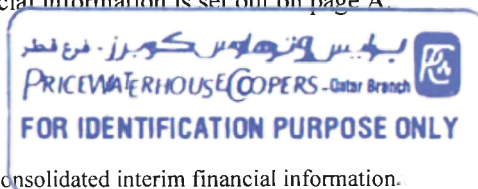
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CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

For the six-month period ended June 30, 2025

	Notes	For the six-month period ended June 30	
		2025 (Reviewed) QR'000	2024 (Reviewed) QR'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the period		28,652	29,885
Adjustments for:			
Depreciation of property, plant and equipment	4	21,462	22,009
Depreciation of right-of-use assets	5	5,751	5,914
Finance costs on borrowings		3,203	4,442
Finance income		(5,256)	(4,196)
Finance costs on lease liabilities	14	3,983	4,248
Net impairment losses on financial assets	9	1,000	--
Provision for employees' end of service benefits	13	2,604	2,178
		61,399	64,480
Movements in working capital			
Other non-current assets		(4,597)	1,292
Prepayments and other assets		(31,665)	(15,681)
Contract assets		(31,954)	(11,753)
Trade receivables		(16,232)	23,261
Trade receivables from related parties		18,350	(29,249)
Trade and other payables		(6,025)	18,426
Trade payables to related parties		(4,626)	(4,830)
Contract liabilities		8,609	6,073
Net cash (used in)/generated by operations		(6,741)	52,019
Finance costs paid		(3,203)	(4,442)
Payment for employees' end of service benefits	13	(1,031)	(1,587)
Net cash (used in)/generated by operating activities		(10,975)	45,990
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of property, plant and equipment	4	(20,349)	(12,333)
Finance income received		5,256	4,196
Net cash used in investing activities		(15,093)	(8,137)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		(51,918)	(52,689)
Borrowings paid		(6,702)	(6,703)
Borrowings availed		29,488	--
Principal repayment of lease liabilities	14	(4,946)	(5,088)
Net cash used in financing activities		(34,078)	(64,480)
Net decrease in cash and cash equivalents		(60,146)	(26,627)
Cash and cash equivalents at the beginning of the period		278,842	249,975
Cash and cash equivalents at the end of the period	10	218,696	223,348

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Report on review of condensed consolidated interim financial information is set out on page A.



The accompanying notes are an integral part of these condensed consolidated interim financial information.

For the six-month period ended June 30, 2025

1. INCORPORATION AND ACTIVITIES

MEEZA QSTP-LLC (Public) (the “Company”) is registered as a limited liability company under the Qatar Science and Technology Park (QSTP) Free Zone Regulations with registration number STP008 pursuant to Law number 36 of 2005.

On August 23, 2023, the Company was listed on the Qatar Stock Exchange. Qatar Foundation for Education, Science and Community Development own 40% of the Company, and Ooredoo Q.P.S.C own 10%.

The Company is engaged in information technology services. The address of the Company’s registered office is Qatar Science and Technology Park Free Zone, Level 1, Tech 2, Gharafa Street, P.O. Box 892, Doha, State of Qatar.

The Company’s fully owned subsidiary, MEEZA Information Technology W.L.L. (the “Subsidiary”) business activities, which commenced in 2021, include software designing and programming, trading in computer network equipment, designing electronic sites, information technology consultancy, storage of data and documents, trading in computer networking devices and trading via internet.

The Company and its subsidiary (together “the Group”) operate in the State of Qatar.

2. BASIS OF PREPARATION

The condensed consolidated interim financial information have been prepared in accordance with IFRS Accounting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”), the Company’s Articles of Association, and the Qatar Science and Technology Park regulations.

The condensed consolidated interim financial information have been prepared on the historical cost basis. These condensed consolidated interim financial information are presented in Qatari Riyals (QR), which is the Company’s functional currency and the Group’s presentation currency. All financial information are expressed in thousands Qatari Riyals (QR ‘000) except when otherwise indicated.

The condensed consolidated interim financial information does not include all information and disclosures required in the annual consolidated financial information and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended December 31, 2024. In addition, results for the six-month ended June 30, 2025 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2025.

The condensed consolidated interim financial information have been prepared on a going concern basis.

3. MATERIAL ACCOUNTING POLICIES

The accounting policies used in preparation of this condensed consolidated interim financial information are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended December 31, 2024 and the notes attached there to.

Changes to material accounting policy information*(i) New and amended IFRS Standards that are effective for the current year*

A number of new or amended standards became applicable for the current reporting period, and the Group has applied the following standards and amendments for the first time for their annual reporting period commencing January 1, 2025:

- Amendments to IAS 21 - Lack of Exchangeability

In August 2023, the IASB amended IAS 21 to add requirements to help entities to determine whether a currency is exchangeable into another currency, and the spot exchange rate to use when it is not. Prior to these amendments, IAS 21 set out the exchange rate to use when exchangeability is temporarily lacking, but not what to do when lack of exchangeability is not temporary.

The application of this revised IFRS has not had any material impact on the amounts reported for the current and prior years.

(ii) Impact of new standards (issued but not yet adopted by the Group)

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been adopted by the Group. The management of the Group is in the process of assessing the impact of these new standards, interpretation and amendments which will be adopted in the Group's financial statement as and when they are applicable.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six-month period ended June 30, 2025

4. PROPERTY, PLANT AND EQUIPMENT

	Data centre and network assets QR'000	Buildings and leasehold improvements QR'000	Office furniture & other equipment QR'000	Assets under construction QR'000	Total QR'000
Cost:					
At January 1, 2024	1,355,082	9,587	14,699	5,949	1,385,317
Additions	--	--	--	18,821	18,821
Transfer	10,684	46	173	(10,903)	--
At January 1, 2025	1,365,766	9,633	14,872	13,867	1,404,138
Additions	--	--	--	21,733	21,733
Transfer	2,128	35	--	(2,163)	--
At June 30, 2025	1,367,894	9,668	14,872	33,437	1,425,871
Accumulated depreciation:					
At January 1, 2024	895,307	3,572	11,158	--	910,037
Depreciation expense	41,671	1,508	1,532	--	44,711
At January 1, 2025	936,978	5,080	12,690	--	954,748
Depreciation expense	19,969	759	734	--	21,462
At June 30, 2025	956,947	5,839	13,424	--	976,210
Carrying amount:					
At June 30, 2025 (Reviewed)	410,947	3,829	1,448	33,437	449,661
At December 31, 2024 (Audited)	428,788	4,553	2,182	13,867	449,390
Depreciation rate 2025	4% - 33%	5% - 20%	20% - 33%		
Depreciation rate 2024	4% - 33%	5% - 20%	20% - 33%		

Depreciation expense of QR 19.97 million (June 30, 2024: QR 20.52 million) has been charged in cost of sales, QR 1.49 million (June 30, 2024: QR 1.49 million) in general and administrative expenses.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six-month period ended June 30, 2025

5. RIGHT-OF-USE ASSETS
Group as a Lessee

The Group leases several assets including land and data centre building, and office space. The average lease term for land ranges from 20 to 30 years while the office space is for 7 years.

	Right-of-use assets		
	Land and data centre building	Office space	Total
	QR'000	QR'000	QR'000
January 1, 2024	131,983	11,248	143,231
Additions	2,426	--	2,426
Depreciation expense (Notes 20, 21)	(9,288)	(2,378)	(11,666)
December 31, 2024 (Audited)	125,121	8,870	133,991
Additions	49,736	--	49,736
Depreciation expense (Notes 20, 21)	(5,226)	(1,189)	(6,415)
June 30, 2025 (Reviewed)	169,631	7,681	177,312

(i) Significant changes in right of use assets

Right of use assets have increased due to entering into a new land lease agreement, for land next to MV2 data centre.

Amounts recognised in condensed consolidated interim statement of profit and loss and other comprehensive income:

	For the six-month period ended June 30	
	2025	2024
	(Reviewed)	(Reviewed)
	QR'000	QR'000
Depreciation of right-of-use assets	5,751	5,914
Finance costs on lease liabilities	3,983	4,248
Expense relating to short-term leases	534	520
	10,268	10,682

6. CONTRACT ASSETS

	June 30, 2025 (Reviewed)	December 31, 2024 (Audited)
	QR'000	QR'000
Third parties	123,239	75,056
Related parties	45,153	61,382
	168,392	136,438

For the six-month period ended June 30, 2025

6. CONTRACT ASSETS (CONTINUED)

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Non-current contract assets	8,894	7,387
Current contract assets	159,498	129,051
	168,392	136,438

(i) Significant changes in contract assets

Contract assets have increased mainly due to the unbilled revenue of QR 37.40 million for Supreme Judiciary Council.

7. OTHER NON-CURRENT ASSETS

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Security deposit	1,397	1,132
Others	8,170	3,838
	9,567	4,970

8. PREPAYMENTS AND OTHER ASSETS

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Prepayments	14,550	15,000
Advance to suppliers	35,911	2,310
Other current assets	1,484	2,970
	51,945	20,280

9. TRADE RECEIVABLES

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Trade receivables	105,365	89,133
Less: Provision for loss allowance	(8,869)	(7,869)
Trade receivables – net	96,496	81,264

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six-month period ended June 30, 2025

9. TRADE RECEIVABLES (CONTINUED)

The following table shows the movement in lifetime ECL that has been recognised for trade receivables in accordance with the simplified approach set out in IFRS 9, all collectively assessed:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Balance at the beginning of the period / year	7,869	6,027
Net impairment losses on financial assets	<u>1,000</u>	<u>1,842</u>
Balance at the end of the period / year	<u>8,869</u>	<u>7,869</u>

10. CASH AND CASH EQUIVALENTS

Cash and cash equivalents at the end of the financial period as shown in the condensed consolidated interim statement of cash flows can be reconciled to the related items in the condensed consolidated interim statement of financial position as follows:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Cash on hand	22	5
Bank balances	14,574	15,837
Short term time deposits	<u>204,100</u>	<u>263,000</u>
Cash and cash equivalents	<u>218,696</u>	<u>278,842</u>

Short term time deposits represent deposits held with banks which can be liquidated / made available on demand, without penalty and with an insignificant risk of changes in value or loss of interest. Accordingly, the Group has classified these as part of cash and cash equivalents. These carry interest rates ranging from 4.10% to 4.70% (December 31, 2024: 4.00% to 5.80%).

11. SHARE CAPITAL

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Authorised, issued and fully paid <i>648,980,000 shares of nominal value 1 QR each</i>	<u>648,980</u>	<u>648,980</u>

For the six-month period ended June 30, 2025

12. LEGAL RESERVE AND SOCIAL AND SPORTS FUND*Legal Reserve:*

As required by the Company's Articles of Association, 10% of the profit for the year is to be transferred to the legal reserve until the reserve reaches a minimum of 50% of the paid-up share capital. As at June 30, 2025, the legal reserve amounted QR 23.45 million (December 31, 2024: QR 20.58 million). This reserve is not available for distribution.

Social and Sports Fund:

According to Qatar Law No. 13 for the year 2008 and the related clarifications issued in January 2010 the Group is required to contribute 2.5% of annual net profits of the Group to the State Social and Sports Fund.

The clarification relating to Law No. 13 of 2008 requires the payable amount to be recognised as an appropriation of profit directly in the condensed consolidated interim statement of changes in equity.

During the six-month period ended June 30, 2025, the Group appropriated QR 0.72 million of the profit to Social and Sports Fund contribution (December 31, 2024: QR 1.51 million) (Note 16).

13. EMPLOYEES' END OF SERVICE BENEFITS

Movement in the employees' end of service benefits were as follows:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Balance at the beginning of the period / year	12,315	11,251
Expense for the period / year	2,604	3,744
Payments during the period / year	(1,031)	(2,680)
Balance at the end of the period / year	13,888	12,315

14. LEASE LIABILITIES

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Balance at the beginning of the period / year	151,196	158,330
Additions/modifications	49,736	2,426
Accretion of finance cost	4,704	8,309
Principal element of lease payments	(4,946)	(17,869)
Balance at the end of the period / year	200,690	151,196
Accretion of finance cost has been allocated as follows:		
Finance cost charged to profit or loss	3,983	8,309
Capitalised finance cost	721	--
	4,704	8,309

14. LEASE LIABILITIES (CONTINUED)

Presented in the condensed consolidated interim statement of financial position as follows:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Non-current lease liabilities	189,406	141,292
Current lease liabilities	11,284	9,904
	200,690	151,196

The Group does not face a significant liquidity risk with regard to its liabilities. Lease liabilities are monitored within the Group's treasury function.

15. BORROWINGS

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Non-current borrowings	130,978	108,192
Current borrowings	13,404	13,404
	144,382	121,596

The Group entered into a Facility Agreement with Dukhan Bank for QR 148.41 million on December 10, 2020 ("the facility") at Qatar Market Lending Rate (QMRL) subject to a minimum of 3.50% per annum, payable quarterly. The facility is repayable in 31 equal quarterly instalments of QR 3.35 million starting March 2023 and one final bullet payment of QR 44.52 million (30% of facility amount) in December 2030. The facility was obtained for the initial 4MW construction of MV4 data centre.

The Group entered into a Facility Agreement with Dukhan Bank for QR 135.27 million on December 17, 2024 at Qatar Central Bank (QCB) Money Market Lending Rate (QMRL) minus 0.75% subject to a minimum of 3.50% per annum, payable quarterly. The facility is repayable in 31 equal quarterly instalments equal to 70% of the total principal outstanding, starting 2 years from the financial closing date, and one final bullet payment of 30% of the principal outstanding at the final maturity date. The facility was obtained for the 4MW expansion of MV4 data centre.

The facilities are secured by the assignment of the full contract values of each of MV2 & MV4 Colocation and Data Centre Leases with Microsoft QSTP LLC ("Microsoft") and Ministry of Communications and Information Technology ("MCIT") (previously "Ministry of Transport and Communications") favouring Dukhan Bank.

The borrowing is subject to a covenant maintaining a Debt Service Cover Ratio ("DSCR") (capital and interest payments / Earnings Before Interest, Tax and Amortisation) of 1.25. At June 30, 2025 the Group's DSCR was 5.73 (December 31, 2024: 5.74).

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six-month period ended June 30, 2025

15. BORROWINGS (CONTINUED)

Borrowing finance costs incurred and recognised in the condensed consolidated interim statement of profit or loss during the six-month period ended June 30, 2025 amounted to QR 3.09 million (June 30, 2024: QR 4.24 million).

16. TRADE AND OTHER PAYABLES

	June 30, 2025 (Reviewed)	December 31, 2024 (Audited)
	QR'000	QR'000
Trade payables	18,836	15,806
Accrued expenses	65,344	72,859
Retention payable	6,613	5,489
Payable to social and sports fund	716	1,511
Advances from customers	3,005	4,167
Other current liabilities	92	84
	94,606	99,916

17. DIVIDEND

The Board of Directors proposed a cash dividend distribution of QR 0.080 per share for the results of year ended December 31, 2024. This was subsequently approved by the shareholders during the Annual General Assembly held on March 4, 2025 and payment was made on March 6, 2025.

The Board of Directors proposed a cash dividend distribution of QR 0.081 per share for the results of year ended December 31, 2023. This was subsequently approved by the shareholders during the Annual General Assembly held on March 4, 2024 and payment was made on March 10, 2024.

18. RELATED PARTY DISCLOSURES

Related parties, as defined in International Accounting Standard 24: *Related Party Disclosures*, include associate companies, major shareholders, directors and other key management personnel of the Group, and entities controlled, jointly controlled or significantly influenced by such parties.

a) Trading transactions

The following are the balances arising on transactions with related parties:

	For the six-month period ended June 30	
	2025 (Reviewed)	2024 (Reviewed)
	QR'000	QR'000
<i>Sale of goods and services:</i>		
Shareholders	31,607	36,036
Companies with common shareholder	26,736	28,422
	58,343	64,458

For the six-month period ended June 30, 2025

18. RELATED PARTY DISCLOSURES (CONTINUED)*a) Trading transactions (continued)*

	For the six-month period ended June 30	
	2025	2024
	(Reviewed) QR'000	(Reviewed) QR'000
Purchase of goods and services:		
Shareholders	961	1,177
Companies with common shareholder	999	1,827
	1,960	3,004

b) Balances arising from sales of goods/services

The following are the balances arising on transactions with related parties:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Trade receivables from related parties:		
Shareholders	18,109	42,890
Companies with common shareholder	25,873	19,442
	43,982	62,332
Provision for loss allowance	(9,345)	(9,345)
	34,637	52,987
	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Trade payables to related parties:		
Shareholders	1,340	5,942
Companies with common shareholder	10	34
	1,350	5,976

The trade receivables from related parties arise mainly from sale of goods and services transactions. The receivables are unsecured in nature and earn no interest. The trade payables to related parties pertains to lease and internet service transactions.

The Group measures the loss allowance for due from related parties at an amount equal to lifetime ECL.

18. RELATED PARTY DISCLOSURES (CONTINUED)*b) Balances arising from sales of goods/services (continued)*

The following table shows the movement in lifetime ECL that has been recognised for trade receivables from related parties in accordance with the simplified approach set out in IFRS 9 all collectively assessed:

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Balance at the beginning of the period / year	9,345	9,959
(Recovery) during the period / year	--	(614)
Balance at the end of the period / year	9,345	9,345

c) Compensation of key management personnel

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

	For the six-month period ended June 30	
	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000
Short-term benefits	5,959	5,851
Long-term benefits	527	428
	6,486	6,279

19. REVENUE

The Group derives its revenue from contracts with customers for the transfer of goods and services over time and at a point in time in the following major revenue streams within the State of Qatar.

	For the six-month period ended June 30	
	2025 (Reviewed) QR'000	2024 (Reviewed) QR'000
Revenue – at a point of time:		
Solutions services	32,570	14,329
Revenue – over time:		
Data centre and Managed services	151,057	149,636
Solutions / Hardware and Software	4,987	15,414
	188,614	179,379

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

For the six-month period ended June 30, 2025

19. REVENUE (CONTINUED)

The current portion of the deferred revenue referred to as “contract liabilities” in the condensed consolidated interim statement of financial position amounting to QR 25.71 million (December 31, 2024: QR 8.02 million) is expected to be recognised as revenue during the next 12 months. The non-current portion of contract liabilities amounting to QR 24.38 million (December 31, 2024: QR 33.45 million) is expected to be recognised as revenue after 12-months from the reporting date.

The unsatisfied performance obligations as at reporting date amounted to QR 1,585.39 million (December 31, 2024: QR 1,605.70 million).

20. COST OF SALES

	For the six-month period ended June 30	
	2025	2024
	(Reviewed) QR'000	(Reviewed) QR'000
Software, hardware and license cost	39,367	36,682
Outsourcing and third party cost	30,019	25,443
Depreciation of property, plant and equipment (Note 4)	19,969	20,515
Salaries, wages and other benefits	20,074	20,923
Data centre management costs	19,301	11,584
Depreciation of right-of-use assets (Note 5)	4,563	4,725
Others	118	73
	133,411	119,945

21. GENERAL AND ADMINISTRATIVE EXPENSES

	For the six-month period ended June 30	
	2025	2024
	(Reviewed) QR'000	(Reviewed) QR'000
Staff costs and allowances	16,601	17,062
Depreciation of property, plant and equipment (Note 4)	1,492	1,494
Professional fees	710	1,218
Depreciation of right-of-use assets (Note 5)	1,188	1,189
Insurance	73	777
Directors' remuneration	534	565
Rent	534	520
Office expenses	399	443
Marketing costs	164	340
Others	1,918	2,003
	23,613	25,611

22. COMMITMENTS AND CONTINGENT LIABILITIES

	June 30, 2025 (Reviewed) QR'000	December 31, 2024 (Audited) QR'000
Performance guarantee	96,773	96,948
Tender bond and other guarantees	12,513	37,165

23. BASIC AND DILUTED EARNINGS PER SHARE

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

There were no potentially dilutive shares outstanding at any time during the period and, therefore, the dilutive earnings per share is equal to the basic earnings per share.

	For the six-month period ended June 30	
	2025 (Reviewed)	2024 (Reviewed)
Profit attributable to the equity holders for the period ("QR in thousands")	28,652	29,885
Weighted average number of shares outstanding during the period ("in thousands")	648,980	648,980
Basic and diluted earnings per share (expressed in QR per share)	0.04	0.05

24. FINANCIAL INSTRUMENTS

Financial instruments represent any contractual agreement that creates a financial asset, financial liability or an equity instrument.

Fair value measurements

Financial assets consist of bank balances, trade receivables from related parties and trade receivables. Financial liabilities consist of trade payables, trade payables to related parties, dividends payable, lease liabilities and borrowings.

Management believes that the fair values of financial instruments are not materially different from their carrying values largely due to the short-term maturities of these instruments or are regularly repriced at market rates.

25. SEGMENT INFORMATION

The operating segments are components that engage in business activities that may earn revenues or incur expenses, whose operating results are regularly reviewed by the chief operating decision maker (CODM), and for which discrete financial information is available. The CODM is the person or group of persons who allocates resources and assesses the performance of the components. The functions of the CODM are performed by the Board of Directors of the Group.

The Group is organised into business units based on their products and services and has one reportable operating segment which is the IT segment from its contracts of Data Centre, Managed Services, Cloud Services, Master Service Integrator Services, Workplace Services and Solution Services.

Geographically, the Group only operates in the State of Qatar.

**26. APPROVAL OF THE CONDESSED CONSOLIDATED INTERIM FINANCIAL
INFORMATION**

The condensed consolidated interim financial information were approved by the Board of Directors and authorised for issue on July 31, 2025.