

Ooredoo Q.P.S.C.
Doha - Qatar

Condensed consolidated interim financial
information for the six-month period ended
30 June 2021

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

CONTENTS

PAGE(S)

<i>Report on review of condensed consolidated interim financial information</i> _____	<i>1</i>
<i>Condensed consolidated interim statement of profit or loss</i> _____	<i>2</i>
<i>Condensed consolidated interim statement of comprehensive income</i> _____	<i>3</i>
<i>Condensed consolidated interim statement of financial position</i> _____	<i>4-5</i>
<i>Condensed consolidated interim statement of changes in equity</i> _____	<i>6-7</i>
<i>Condensed consolidated interim statement of cash flows</i> _____	<i>8</i>
<i>Notes to the condensed consolidated interim financial information</i> _____	<i>9-30</i>



REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF OOREDOO Q.P.S.C.

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Ooredoo Q.P.S.C. (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2021 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three-month and six-month periods then ended, and condensed consolidated interim statements of 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.

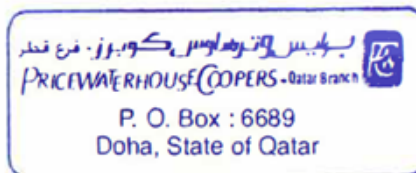
Conclusion

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
28 July 2021



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

	Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
		2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
		QR.'000	QR.'000	QR.'000	QR.'000
Revenue	4	7,311,692	6,822,769	14,509,054	14,118,070
Operating expenses		(2,744,599)	(2,452,356)	(5,395,739)	(5,156,282)
Selling, general and administrative expenses	5	(1,340,458)	(1,405,281)	(2,691,545)	(2,966,384)
Depreciation and amortisation		(2,006,504)	(2,027,349)	(4,056,993)	(4,110,938)
Net finance costs		(483,102)	(461,683)	(924,204)	(925,905)
Impairment losses on non- financial assets	24	(2,390,037)	(331)	(2,389,390)	(144)
Other income – net	6	1,225,497	202,660	1,004,567	406,069
Share of results in associates and joint ventures – net of tax	11	859	8,256	18,505	665
Royalties and fees		(104,473)	(95,434)	(203,262)	(209,189)
(Loss) / profit before income tax		(531,125)	591,251	(129,007)	1,155,962
Income tax	23	(43,719)	(76,196)	(158,184)	(215,125)
(Loss) / profit for the period		(574,844)	515,055	(287,191)	940,837
(Loss) Profit attributable to:					
Shareholders of the parent		(1,149,427)	431,706	(956,197)	818,459
Non-controlling interests		574,583	83,349	669,006	122,378
		(574,844)	515,055	(287,191)	940,837
Basic and diluted (loss)/earnings per share (Attributable to shareholders of the parent) (Expressed in QR. per share)	7	(0.36)	0.13	(0.30)	0.26



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

Note	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
	QR.'000	QR.'000	QR.'000	QR.'000
(Loss) / profit for the period	(574,844)	515,055	(287,191)	940,837
Other comprehensive (loss) / income				
Items that may be reclassified subsequently to profit or loss				
Effective portion of changes in fair value of cash flow hedges	22 1,530	517	3,374	(9,054)
Share of other comprehensive loss of associates and joint ventures	22 -	(18,286)	(11,515)	(15,090)
Foreign exchange translation differences	22 (93,758)	858,444	(780,525)	(745,525)
Items that will not be reclassified subsequently to profit or loss				
Net changes in fair value on investments in equity instruments designated as at FVTOCI	22 13,633	(102,772)	18,606	(51,433)
Net changes in fair value of employees' benefits reserve	22 (13)	2,075	9,588	10,296
Other comprehensive (loss) / income – net of tax	(78,608)	739,978	(760,472)	(810,806)
Total comprehensive (loss) / income for the period	(653,452)	1,255,033	(1,047,663)	130,031
Total comprehensive (loss)/income attributable to:				
Shareholders of the parent	(1,221,559)	1,047,672	(1,633,269)	165,337
Non-controlling interests	568,107	207,361	585,606	(35,306)
	(653,452)	1,255,033	(1,047,663)	130,031



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Assets			
Non-current assets			
Property, plant and equipment	8	23,620,472	26,120,103
Intangible assets, goodwill and long term prepayments	9	24,251,770	26,454,938
Right-of-use assets	10	5,752,404	6,710,353
Investment property		96,761	46,581
Investment in associates and joint ventures	11	1,671,211	1,695,507
Financial assets – equity instruments	12	806,302	789,007
Other non-current assets		683,846	740,343
Deferred tax assets		650,027	643,104
Contract costs and assets		153,792	188,830
Total non-current assets		57,686,585	63,388,766
Current assets			
Inventories		433,746	397,802
Contract costs and assets		390,240	367,209
Trade and other receivables	13	7,189,201	7,612,862
Bank balances and cash	14	12,390,459	15,678,488
		20,403,646	24,056,361
Assets classified as held for sale	15	289,950	291,934
Total current assets		20,693,596	24,348,295
Total assets		78,380,181	87,737,061
EQUITY AND LIABILITIES			
EQUITY			
Share capital		3,203,200	3,203,200
Legal reserve		12,434,282	12,434,282
Fair value reserve		421,419	410,925
Employees' benefits reserve		(4,600)	(11,273)
Translation reserve	16	(8,563,932)	(7,869,693)
Other statutory reserves		1,304,333	1,304,333
Retained earnings		11,519,784	13,277,770
Equity attributable to shareholders of the parent		20,314,486	22,749,544
Non-controlling interests		5,890,657	5,451,279
Total equity		26,205,143	28,200,823



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Note	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
LIABILITIES			
Non-current liabilities			
Loans and borrowings	18	23,156,414	24,325,514
Employees' benefits		666,549	757,163
Lease liabilities	21	6,896,034	6,263,940
Deferred tax liabilities		278,640	301,438
Other non-current liabilities	19	2,082,753	2,550,753
Contract liabilities		9,131	8,247
Total non-current liabilities		33,089,521	34,207,055
Current liabilities			
Loans and borrowings	18	2,226,057	5,189,283
Lease liabilities	21	1,297,654	1,096,463
Trade and other payables	20	12,820,960	15,613,600
Deferred income		1,957,760	2,154,890
Contract liabilities		177,084	192,456
Income tax payable		606,002	1,082,491
Total current liabilities		19,085,517	25,329,183
Total liabilities		52,175,038	59,536,238
Total equity and liabilities		78,380,181	87,737,061

The Condensed consolidated interim financial information on pages 2 to 30 were approved and authorised for issue by the Board of Directors on 28 July 2021 and were signed on its behalf by



Nasser Mohammed Marafih
Deputy Chairman



Nasser Rashid Al Humaidi
Board member



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

For the period ended 30 June

	Attributable to shareholders of the parent									
	Share capital	Legal reserve	Fair value reserve	Employees' benefits reserve	Translation reserve	Other statutory reserves	Retained earnings	Total	Non – controlling interests	Total equity
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
At 1 January 2020	3,203,200	12,434,282	550,809	5,975	(7,314,294)	1,299,489	12,947,508	23,126,969	5,978,017	29,104,986
Profit for the period	-	-	-	-	-	-	818,459	818,459	122,378	940,837
Other comprehensive loss	-	-	(75,618)	9,149	(586,653)	-	-	(653,122)	(157,684)	(810,806)
Total comprehensive income for the period	-	-	(75,618)	9,149	(586,653)	-	818,459	165,337	(35,306)	130,031
Transactions with shareholders of the parent, recognised directly in equity										
Dividend for 2019 (Note 17)	-	-	-	-	-	-	(800,800)	(800,800)	-	(800,800)
Transactions with non-controlling interest, recognised directly in equity										
Change in associate's non-controlling interest of its subsidiary	-	-	-	-	-	-	639	639	-	639
Dividend for 2019	-	-	-	-	-	-	-	-	(157,615)	(157,615)
Transactions with non-owners of the Group, recognised directly in equity										
Transfer to employee association fund	-	-	-	-	-	-	(1,587)	(1,587)	(301)	(1,888)
At 30 June 2020	3,203,200	12,434,282	475,191	15,124	(7,900,947)	1,299,489	12,964,219	22,490,558	5,784,795	28,275,353

Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (CONTINUED)

	Attributable to shareholders of the parent							Total	Non – controlling interests	Total equity
	Share capital	Legal reserve	Fair value reserve	Employees’ benefits reserve	Translation reserve	Other statutory reserves	Retained earnings			
	QR.’000	QR.’000	QR.’000	QR.’000	QR.’000	QR.’000	QR.’000			
At 1 January 2021	3,203,200	12,434,282	410,925	(11,273)	(7,869,693)	1,304,333	13,277,770	22,749,544	5,451,279	28,200,823
Loss for the period	-	-	-	-	-	-	(956,197)	(956,197)	669,006	(287,191)
Other comprehensive loss	-	-	10,494	6,673	(694,239)	-	-	(677,072)	(83,400)	(760,472)
Total comprehensive loss for the period	-	-	10,494	6,673	(694,239)	-	(956,197)	(1,633,269)	585,606	(1,047,663)
Transactions with shareholders of the parent, recognised directly in equity										
Dividend for 2020 (Note 17)	-	-	-	-	-	-	(800,800)	(800,800)	-	(800,800)
Transactions with non-controlling interest, recognised directly in equity										
Change in associate’s non-controlling interest of its subsidiary	-	-	-	-	-	-	677	677	-	677
Dividend for 2020	-	-	-	-	-	-	-	-	(145,913)	(145,913)
Transactions with non-owners of the Group, recognised directly in equity										
Transfer to employee association fund	-	-	-	-	-	-	(1,666)	(1,666)	(315)	(1,981)
At 30 June 2021	3,203,200	12,434,282	421,419	(4,600)	(8,563,932)	1,304,333	11,519,784	20,314,486	5,890,657	26,205,143

Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

		For the six-month period ended 30 June	
	Note	2021 (Reviewed)	2020 (Reviewed)
		QR.'000	QR.'000
Cash flows from operating activities			
(Loss) / profit before income tax		(129,007)	1,155,962
Adjustments for:			
Depreciation and amortisation		4,056,993	4,110,938
Dividend income	6	(23,316)	-
Impairment losses on non-financial assets	24	2,389,390	144
Gain on disposal of investments at FVTPL	6	-	(4,349)
Changes in fair value of FVTPL investments		(1,479)	(62)
Gain on disposal of property, plant and equipment		(1,594,498)	(34,176)
Net finance cost		924,204	925,905
Provision for employees' benefits		43,434	54,243
Allowance for impairment of trade receivables		88,233	190,464
Share of results of associates and joint ventures – net of tax	11	(18,505)	(665)
Operating profit before working capital changes		5,735,449	6,398,404
Working capital changes:			
Changes in inventories		(35,944)	56,450
Changes in trade and other receivables		347,005	434,646
Changes in contract costs and assets		12,007	(17,631)
Changes in trade and other payables		(2,136,546)	(585,431)
Changes in contract liabilities		(14,488)	89,204
Cash generated from operations		3,907,483	6,375,642
Finance costs paid		(864,580)	(1,037,733)
Employees' benefits paid		(144,473)	(141,263)
Income tax paid		(672,521)	(354,304)
Net cash generated from operating activities		2,225,909	4,842,342
Cash flows from investing activity			
Acquisition of property, plant and equipment	8	(1,871,859)	(1,933,915)
Additions to intangible assets and long term prepayments	9	(1,020,348)	(926,873)
Additional investments in associates		(796)	(2,588)
Additional investment in financial assets – equity instruments		-	(12,359)
Proceeds from disposal of property, plant and equipment		1,964,580	99,172
Proceeds from disposal of investments at FVTPL		146	13,865
Movement in restricted deposits		219,799	(201,927)
Movement in short-term deposits		30,183	104,726
Movement in other non-current assets		(1,382)	(168,802)
Dividend received from an associate and a joint venture		-	62,577
Dividend received		23,316	-
Interest received		82,328	139,804
Net cash used in investing activities		(574,033)	(2,826,320)
Cash flows from financing activities			
Proceeds from loans and borrowings		4,742,609	3,538,296
Repayments of loans and borrowings		(8,613,869)	(5,030,730)
Principal elements of lease payments	21	(600,188)	(586,535)
Additions to deferred financing costs		(76,428)	(253)
Dividend paid to shareholders of the parent	17	(800,800)	(800,800)
Dividend paid to non-controlling interests		(145,913)	(157,615)
Movement in other non-current liabilities		(574,330)	(171,121)
Net cash used in financing activities		(6,068,919)	(3,208,758)
Net decrease in cash and cash equivalents		(4,417,043)	(1,192,736)
Effect of exchange rate fluctuations		1,378,996	(207,597)
Cash and cash equivalents at the beginning of the period		14,609,483	13,353,881
Cash and cash equivalents at the end of the period	14	11,571,436	11,953,548

Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes on pages 9 to 30 form an integral part of this condensed consolidated interim financial information.



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

1. REPORTING ENTITY

Qatar Public Telecommunications Corporation (the “Corporation”) was formed on 29 June 1987 domiciled in the State of Qatar by Law No. 13 of 1987 to provide domestic and international telecommunication services within the State of Qatar. The Company’s registered office is located at 100 Westbay Tower, Doha, State of Qatar.

The Corporation was transformed into a Qatari Shareholding Company under the name of Qatar Telecom (Qtel) Q.S.C. (the “Company”) on 25 November 1998, pursuant to Law No. 21 of 1998.

In June 2013, the legal name of the Company was changed to Ooredoo Q.S.C. This change had been duly approved by the shareholders at the Company’s extraordinary general assembly meeting held on 31 March 2013.

The Company changed its legal name from Ooredoo Q.S.C. to Ooredoo Q.P.S.C. to comply with the provisions of the new Qatar Commercial Companies Law issued on 7 July 2015.

The Company is a telecommunications service provider licensed by the Communications Regulatory Authority (CRA) (formerly known as Supreme Council of Information and Communication Technology (ictQATAR)) to provide both fixed and mobile telecommunications services in the state of Qatar. As a licensed service provider, the conduct and activities of the Company are regulated by CRA pursuant to Law No. 34 of 2006 (Telecommunications Law) and the Applicable Regulatory Framework.

The Company and its subsidiaries (together referred to as the “Group”) provides domestic and international telecommunication services in Qatar and elsewhere in the Asia and Middle East and North African (MENA) region. Qatar Holding L.L.C. is the Parent Company of the Group. Qatar Holding L.L.C. is controlled by Qatar Investment Authority - the sovereign wealth fund of the State of Qatar - (the "Ultimate parent").

In line with an amendment issued by Qatar Financial Markets Authority (“QFMA”), effective from May 2018, listed entities are required to comply with the Qatar Financial Markets Authority’s law and relevant legislations including Governance Code for Companies & Legal Entities Listed on the Main Market (the “Governance Code”). The Group has taken appropriate steps to comply with the requirements of the Governance Code.

The condensed consolidated interim financial information of the Group for the six-month period ended 30 June 2021 were authorised for issuance in accordance with a resolution of the Board of Directors of the Group on 28 July 2021.

2. BASIS OF PREPARATION

The condensed consolidated interim financial information for the six-month period ended 30 June 2021 has been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”).

The condensed consolidated interim financial information is prepared in Qatari Riyals, which is the Company’s functional and presentation currency and all values are rounded to the nearest thousands (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 statements and should be read in conjunction with the Group’s annual consolidated financial statements for the year ended 31 December 2020. In addition, results for the six-month period ended 30 June 2021 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2021.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

2. BASIS OF PREPARATION (CONTINUED)

Judgments, estimates and risk management

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies, the key sources of estimation uncertainty and financial risk management objectives and policies were the same as those that applied to the Group's annual consolidated financial statements for the year ended 31 December 2020, except those discussed in Note 3.1.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the 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 31 December 2020, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below and as disclosed in Note 3.1.

Changes to significant accounting policies

1. New and amended standards adopted by the Group

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 1 January 2021:

- COVID-19-related Rent Concessions – Amendments to IFRS 16
- Interest Rate Benchmark Reform – Phase 2 – Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16

The amendments listed above did not have a material impact on the amounts recognised in prior periods and are not expected to significantly affect the current period.

2. 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.

4. REVENUE

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Revenue from rendering of services	6,967,706	6,509,330	13,743,938	13,450,422
Sale of telecommunication equipment	315,783	265,916	684,732	571,322
Equipment rental revenue	28,203	47,523	80,384	96,326
	7,311,692	6,822,769	14,509,054	14,118,070

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

4. REVENUE (CONTINUED)

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
At a point in time	315,783	265,916	684,732	571,322
Over time	6,995,909	6,556,853	13,824,322	13,546,748
	7,311,692	6,822,769	14,509,054	14,118,070

5. SELLING, GENERAL AND ADMINISTRATIVE EXPENSES

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Employee salaries and associated costs	715,583	750,617	1,463,379	1,620,107
Marketing costs and sponsorship	177,774	159,868	327,533	353,123
Commission on cards	146,050	175,208	303,350	350,274
Legal and professional fees	53,206	36,479	92,696	61,411
Rental and utilities – non-network	21,063	24,578	44,118	50,982
Allowance for impairment of trade receivables	50,772	92,828	88,233	190,464
Repairs and maintenance – non network	21,437	19,674	40,062	40,869
Other expenses	154,573	146,029	332,174	299,154
	1,340,458	1,405,281	2,691,545	2,966,384

6. OTHER INCOME - NET

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Foreign currency (losses) / gains – net	(279,628)	42,582	(550,748)	199,402
Dividend income	10,588	-	23,316	-
Rental income	10,548	7,472	19,306	15,571
Change in fair value of derivatives – net	(2,024)	(16,976)	5,336	4,508
Unrealised gain on equity investment at FVTPL	256	(7,433)	1,479	62
Gain on sale of non-financial assets*	1,562,610	23,280	1,594,498	34,176
Miscellaneous (expenses) / income - net	(76,853)	153,735	(88,620)	152,350
	1,225,497	202,660	1,004,567	406,069

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

6. OTHER INCOME – NET (CONTINUED)

*On 30 March 2021, Indosat Ooredoo (seller-lessee) entered into a Sales and Purchase agreement for the sale of 4,247 telecommunication towers to PT EPID Menara AssetCo, (buyer-lessor) ultimately owned by Digital Colony. Furthermore, each party also entered into a lease agreement for one space each of 4,085 telecommunication towers for a 10 years period starting from the closing date of the transactions. On 18 May 2021, the Indosat Ooredoo and EPID closed the deal on the sale and leaseback transactions. As a result of these sale and leaseback transactions, a gain on sale recognised was QR 1.57 billion.

Significant judgment has been applied by management in assuming a 10-year lease term for the leased back assets. The management will continue to re-assess extension options and termination options only when a significant event or change in circumstances occurs that is within the control of Indosat Ooredoo.

7. BASIC AND DILUTED (LOSS)/EARNINGS PER SHARE

Basic (loss)/earnings per share is calculated by dividing the (loss)/profit 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 (loss)/earnings per share is equal to the basic (loss)/earnings per share.

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
(Loss)/Profit for the period attributable to shareholders of the parent (QR.'000)	(1,149,427)	431,706	(956,197)	818,459
Weighted average number of shares (In '000)	3,203,200	3,203,200	3,203,200	3,203,200
Basic and diluted (loss)/earnings per share (QR)	(0.36)	0.13	(0.30)	0.26

8. PROPERTY, PLANT AND EQUIPMENT

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period / year	26,120,103	27,045,039
Additions	1,871,859	5,626,943
Disposals	(157,282)	(200,981)
Reclassification	(49,371)	(220,496)
Depreciation for the period / year	(2,702,128)	(5,513,189)
Impairment made during the period/year	(722,732)	(95,084)
Transfer to assets classified as held for sale (Note 15)	(9,593)	-
Exchange adjustment	(730,384)	(522,129)
Carrying value at the end of the period / year	23,620,472	26,120,103

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

9. INTANGIBLE ASSETS, GOODWILL AND LONG TERM PREPAYMENTS

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period / year	26,454,938	26,319,887
Additions	399,483	1,600,699
Disposals	-	(169)
Reclassification from property, plant and equipment	43,796	226,218
Amortisation for the period / year	(749,450)	(1,503,210)
Impairment during the period / year	(1,085,698)	(312,100)
Exchange adjustment	(811,299)	123,613
Carrying value at the end of the period / year	24,251,770	26,454,938

10. RIGHT-OF-USE ASSETS

The Group leases numerous assets including land and buildings, exchange and network assets, subscriber apparatus and other equipment, and Indefeasible rights-of-use (IRU) assets. The lease term ranges from 2 to 20 years (2020: 2 to 20 years).

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period / year	6,710,353	6,033,848
Additions	900,742	1,858,555
Disposals	(212,800)	-
Amortisation during the period / year	(599,748)	(1,217,635)
Reclassification from/(to) property, plant and equipment	5,575	(5,722)
Reduction on early termination	(56,268)	(52,476)
Impairment during the period / year	(581,227)	-
Exchange adjustment	(414,223)	93,783
Carrying value at the end of the period / year	5,752,404	6,710,353

11. INVESTMENT IN ASSOCIATES AND JOINT VENTURES

The following table presents the summarised financial information of the Group's investment in associates and joint ventures.

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Group's share in associates and joint ventures statement of financial position:		
Current assets	1,044,715	1,017,343
Non-current assets	2,585,160	2,631,522
Current liabilities	(582,792)	(576,578)
Non-current liabilities	(2,276,356)	(2,293,955)
Net assets	770,727	778,332
Goodwill	900,484	917,175
Carrying amount of the investment	1,671,211	1,695,507

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

11. INVESTMENT IN ASSOCIATES AND JOINT VENTURES (CONTINUED)

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Share in revenues of associates and joint ventures	308,268	229,970	696,684	719,883
Share in results of associates and joint ventures – net of tax	859	8,256	18,505	665

12. FINANCIAL ASSETS – EQUITY INSTRUMENTS

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Investment in equity instruments designated at FVTOCI (i)	722,380	703,178
Financial assets measured at FVTPL	83,922	85,829
	806,302	789,007

Further information about the fair value of these investments is disclosed in Note 28.

(i) The Group's financial assets comprise investments in telecommunication related companies, hedge funds, private equity and venture capital funds. The investment in hedge funds is measured at fair value through profit or loss.

Other investments are measured at fair value through other comprehensive income. The Group has elected to designate these investments in equity instruments as at FVTOCI as these investments are held for medium to long-term strategic purposes and not held for trading. Further, management believes that recognising short-term fluctuations in the fair value of these investments in the condensed consolidated interim statement of profit or loss would not be consistent with the Group's strategy.

13. TRADE AND OTHER RECEIVABLES

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Trade receivables – net of impairment allowances	2,862,668	2,785,952
Other receivables and prepayments	2,973,471	3,590,069
Unbilled subscriber revenue	736,395	736,542
Amounts due from international carriers - net	616,628	500,184
Net prepaid pension costs	39	115
	7,189,201	7,612,862

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

14. BANK BALANCES AND CASH

For the purpose of the condensed consolidated interim statement of cash flows, cash and cash equivalents comprise the following items:

	For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Bank balances and cash – net of impairment allowance	12,390,459	13,307,543
Bank overdraft	-	(186,944)
	12,390,459	13,120,599
Less: deposits with maturity more than three months	(102,770)	(104,738)
Less: restricted deposits	(716,253)	(1,062,313)
Cash and cash equivalents as per interim condensed consolidated statement of cash flows	11,571,436	11,953,548

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are past due, and taking into account the historical default experience and the current credit ratings of the bank, the Group has recorded an impairment loss reversal of QR. 398 thousand during the six-month period ended 30 June 2021 (2020: reversal of QR. 63 thousand).

During the year 2016, the Communications and Media Commission (CMC) sent letters which restricted Asiaccell from using certain bank accounts with a balance of QR 189,994 thousand as of 31 December 2020. On 31 January 2021, Asiaccell deposited all the disputed amounts to CMC. Asiaccell has also started procedures to release the restrictions on these balances. As of 30 June 2021, the restrictions of the bank deposits were released.

The remaining balance pertains to certain restricted bank deposits maintained for dividend payments, restricted cash deposits with banks related to issuance of bank guarantees, and the restricted cash related to the derivative financial instruments between the Group and a local bank.

15. ASSETS CLASSIFIED AS HELD FOR SALE

A portion of assets relating to Artajasa Pembayaran Elektronik (“APE”), a subsidiary of Indosat Ooredoo before 2017, were classified as held for sale in 2017 following the approval by the Extraordinary General Shareholders’ Meeting of APE in order to divest portion of Indosat Ooredoo’s investment based on requirements of local jurisdiction. Subsequently, on 28 May 2020, the Board of Commissioners of Lintasarta approved the plan to sell Indosat Ooredoo’s entire investment in APE’s shares. The related assets held for sale are measured at the lower of carrying amount or fair value less cost to sell. As at 30 June 2021, Lintasarta’s management together with the potential buyers and existing shareholders are still working to complete the divestment process.

16. TRANSLATION RESERVE

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations. During the current period, the movement was mainly coming from the Indonesian Rupiah and Myanmar Kyat.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

17. DIVIDEND

	For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Dividend declared and approved at the Annual General Meeting: Final Dividend for 2020, QR 0.25 per share (2019: QR 0.25 per share)	800,800	800,800

18. LOANS AND BORROWINGS

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Loans and borrowings	25,580,134	29,662,119
Less: deferred financing costs	(197,663)	(147,322)
	25,382,471	29,514,797

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

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Non-current portion	23,156,414	24,325,514
Current portion	2,226,057	5,189,283
	25,382,471	29,514,797

On 8 April 2021, the Group issued USD 1 billion of senior unsecured Reg S/Rule 144A notes ("The Notes"). The Notes are issued by its wholly owned subsidiary Ooredoo International Finance Limited under the existing USD 5 billion Global Medium Term Notes programme and are listed on the Irish Stock Exchange. The Notes are unconditionally and irrevocably guaranteed by Ooredoo Q.P.S.C.

The Notes will mature on 8 April 2031 and with a coupon of 2.625% per year. The transaction was priced at a spread of 103.4 basic points over the 10-year U.S. Treasuries. Net proceeds from the sale of the Notes was used for Ooredoo's general corporate purposes, including refinancing of its existing indebtedness.

The fair value of the Group's loans and borrowings, which include loans and borrowings carried at fixed rates and floating rates, amounted to QR. 26,864,089 thousand as at 30 June 2021 (2020: QR. 31,528,169 thousand).

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

19. OTHER NON-CURRENT LIABILITIES

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
License cost payables*	1,298,052	1,643,092
Site restoration provision	162,284	124,419
Deferred gain	2,952	21,517
Others**	619,465	761,725
	2,082,753	2,550,753

*Licenses cost payable movement is due to amounts paid to Telecom regulators in Indonesia, and Oman for license charges.

** Others mainly include long-term procurement payables.

20. TRADE AND OTHER PAYABLES

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Trade payables	4,069,834	3,959,703
Accrued expenses	6,076,164	8,127,544
Interest payable	205,944	275,424
Profit payable on Islamic financing obligation	4,412	4,594
License costs payable	425,721	1,286,535
Amounts due to international carriers -net	618,432	514,689
Negative fair value of derivatives	109,785	136,457
Long term incentive points-based payments	81,756	103,622
Other payables	1,228,912	1,205,032
	12,820,960	15,613,600

21. LEASE LIABILITIES

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period / year	7,360,403	6,649,303
Additions during the period / year	900,742	1,858,555
Interest expense on lease liability	293,325	541,159
Principal element of lease payments	(600,188)	(1,280,481)
Payment of interest portion of lease liability	(107,908)	(351,682)
Reduction on early termination	(23,427)	(35,901)
Exchange adjustments	370,741	(20,550)
Carrying value at the end of the period / year	8,193,688	7,360,403

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Non-current portion	6,896,034	6,263,940
Current portion	1,297,654	1,096,463
	8,193,688	7,360,403

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

21. LEASE LIABILITIES (CONTINUED)

The Group does not face a significant liquidity risk with regard to its lease liabilities. The maturity profile of lease liabilities is monitored by the Group's treasury function.

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Contractual maturity analysis		
Not later than 1 year	1,910,770	1,647,188
Later than 1 year and not later than 5 years	5,533,337	4,931,930
Later than 5 years	3,852,620	3,603,245
	11,296,727	10,182,363

22. COMPONENTS OF OTHER COMPREHENSIVE INCOME

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Items that may be reclassified subsequently to profit or loss				
Cash flow hedges				
Income / (loss) arising during the period	1,530	517	3,374	(9,054)
Share of changes in fair value of cash flow hedges	-	(18,286)	(11,515)	(15,090)
Foreign exchange reserve				
Foreign exchange translation differences – foreign operations	(93,758)	858,444	(780,525)	(745,525)
Items that will not be reclassified subsequently to profit or loss				
Fair value reserve				
Net changes in fair value of equity investments at fair value through other comprehensive income	13,633	(102,772)	18,606	(51,433)
Employees benefit reserve				
Net movement in employees benefit reserve	(10)	2,205	11,411	11,472
Deferred tax effect	(3)	(130)	(1,823)	(1,176)
	(13)	2,075	9,588	10,296
Other comprehensive (loss)/income for the period – net of tax	(78,608)	739,978	(760,472)	(810,806)

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

23. INCOME TAX

The income tax represents amounts recognised by the subsidiaries. The major components of the income tax expense for the period included in the condensed consolidated interim statement of profit or loss are as follows:

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Current income tax				
Current income tax charge	88,178	94,238	196,032	230,142
Deferred income tax				
Relating to origination and reversal of temporary differences	(44,459)	(18,042)	(37,848)	(15,017)
	43,719	76,196	158,184	215,125

24. IMPAIRMENT LOSSES ON NON-FINANCIAL ASSETS

	For the six-month period ended 30 June	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Impairment losses on non-financial assets	(2,389,657)	-
Others	267	(144)
	(2,389,390)	(144)

(i) The Group tests intangible assets and goodwill for impairment on an annual basis unless there are any indicators of impairment. As a result of the on going situation in Myanmar, the Group has reassessed its investment in Myanmar by comparing the recoverable amount (based on value in use calculations computed using updated cash flow projections) to the carrying value of the cash generating unit. The updated computations indicate that the recoverable amount of the investment is less than its carrying value and as a result an impairment charge of QR 2,252.1 million has been reflected in the condensed consolidated interim financial information for the period.

The key assumptions and methodology applied in the model are consistent with the disclosures in the year end accounts. The Group has revised and recently approved updated cashflow projections taking into account the significant uncertainty that continues to exist as well as the more challenging operating conditions and revenue growth prospects in the market.

The discount rate has been increased to 21.6% (Q1 2021: 17.5%) to reflect the increased risk in the country together with a reduction in the terminal growth rate to 5.8% (Q1 2021: 7.5%) in line with current published forecasts. the situation is fluid and is being kept under review by management.

Sensitivity analysis:

At 30 June 2021, if the discount rate used had been higher/lower by 0.5% with all other variables held constant, the impairment charge would have been QR. 82 million higher/QR. 88 million lower.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

24. IMPAIRMENT LOSSES ON NON-FINANCIAL ASSETS (CONTINUED)

(ii) As a result of the plan by one of the Group's subsidiaries to execute nationwide 3G re-farming and continuous decreasing trend on the voice and SMS revenues, the 3G and 2G assets of the operation were written down to their recoverable amounts. This has resulted in an impairment charge of QR 137.5 million which has been reflected in the condensed consolidated interim financial information for the period.

25. COMMITMENTS, CONTINGENT LIABILITIES AND LITIGATIONS

	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Capital expenditure commitments not provided for		
Estimated capital expenditure contracted for at the end of the financial reporting period / year but not provided for	2,707,345	2,642,749
Letters of credit	200,626	206,190
	30 June 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Contingent liabilities		
Letters of guarantees	710,386	760,170
Claims against the Group not acknowledged as debts	27,431	25,978

Litigations

All other litigation positions reported in the Group's annual consolidated financial statements as at 31 December 2020 have not materially changed as at 30 June 2021.

26. RELATED PARTY DISCLOSURES

Related parties represent associated companies including Government and semi Government agencies, associates, major shareholders, directors and key management personnel of the Group, and companies of which they are principal owners. In the ordinary course of business, the Group enters into transactions with related parties. Pricing policies and terms of transactions are approved by the Group's management. The Group enters into commercial transactions with Government related entities in the ordinary course of business in terms of providing telecommunication services, placement of deposits and obtaining credit facilities etc.

(a) Transactions with Government and related entities

As stated in Note 1, Qatar Holding L.L.C. is the Parent Company of the Group, which is controlled by Qatar Investment Authority. The Group enters into commercial transactions with the Government and other Government related entities in the ordinary course of business, which includes providing telecommunication services, placement of deposits and obtaining credit facilities. All these transactions are in the ordinary course of business at normal commercial terms and conditions. Following are the significant balances and transactions between the Company and the Government and other Government related entities.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

26. RELATED PARTY DISCLOSURES (CONTINUED)

- (i) Trade receivables include an amount of QR 575,533 thousand (2020: QR 554,739 thousand) receivable from Government and Government related entities.
- (ii) The most significant amount of revenue from a Government related entities amounted to QR 105,546 thousand (2020: QR 20,650 thousand).
- (iii) Industry fee expense payable to the CRA, a Government related entity, for the six months period ended 30 June 2021 amounted to QR 91,428 thousand (2020: QR 84,991 thousand).

In accordance with IAS 24 Related Party Disclosures, the Group has elected not to disclose transactions with the Qatar Government and other entities over which the Qatar Government exerts control, joint control or significant influence. The nature of transactions that the Group has with such related parties relates to provision of telecommunication services on normal commercial terms and conditions.

(b) Transactions with Directors and other key management personnel

Key management personnel comprise the Board of Directors and key members of management having authority and responsibility of planning, directing and controlling the activities of the Group.

The compensation and benefits related to Board of Directors and key management personnel amounted to QR 85,662 thousand for the three-month period ended 30 June 2021 (2020: QR 89,468 thousand) and QR 174,131 thousand for the six-month period ended 30 June 2021 (2020: QR 183,560 thousand), and end of service benefits amounted to QR 2,890 thousand for the three-month period ended 30 June 2021 (2020: QR 3,557 thousand) and QR 7,187 thousand for the six-month period ended 30 June 2021 (2020: QR 8,553 thousand). The remuneration to the Board of Directors and key management personnel has been included under the caption "Selling, general and administrative expenses".

27. SEGMENT INFORMATION

Information regarding the Group's reportable segments is set out below in accordance with "IFRS 8 Operating Segments". IFRS 8 requires reportable segments to be identified on the basis of internal reports that are regularly reviewed by the Group's chief operating decision maker ("CODM"), which is the "Board of Directors", and used to allocate resources to the segments and to assess their performance.

The Group is mainly engaged in a single line of business, being the supply of telecommunications services and related products. The majority of the Group's revenues, profits and assets relate to its operations in the MENA. Outside of Qatar, the Group operates through its subsidiaries and associates and major operations that are reported to the Group's CODM are considered by the Group to be reportable segments. Revenue is attributed to reportable segments based on the location of the Group companies. Inter-segment sales are charged at arms' length prices.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

27. SEGMENT INFORMATION (CONTINUED)

For management reporting purposes, the Group is organized into business units based on their geographical area covered, and has seven reportable segments as follows:

- 1 Ooredoo Qatar is a provider of domestic and international telecommunication services within the State of Qatar;
- 2 Asiacell is a provider of mobile telecommunication services in Iraq;
- 3 Indosat Ooredoo is a provider of telecommunication services such as cellular services, fixed telecommunications, multimedia, data communication and internet services in Indonesia.
- 4 Ooredoo Oman is a provider of mobile and fixed telecommunication services in Oman;
- 5 Ooredoo Algeria is a provider of mobile and fixed telecommunication services in Algeria;
- 6 Ooredoo Myanmar is a provider of mobile and fixed telecommunication services in Myanmar; and
- 7 Others include some of the Group's subsidiaries which are providers of wireless and telecommunication services.

NMTC group is a provider of mobile telecommunication services in Kuwait and elsewhere in the Middle East and North African (MENA) region. NMTC group includes balances and results of Ooredoo Kuwait, Ooredoo Tunisia, Ooredoo Algeria, Wataniya Palestine, Ooredoo Maldives PLC and others. In 2020, based on the recent information and circumstances, Management reassessed and concluded that each of the mentioned entities represents a separate operating segment and should be assessed individually whether it meets the criteria of IFRS 8 Operating Segments, as a reportable segment. If not, such entity is reported as part of "Others".

Management monitors the operating results of its operating subsidiaries separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss of these reportable segments. Transfer pricing between reportable segments are on an arm's length basis in a manner similar to transactions with third parties.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information

for the six-month period ended 30 June 2021

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

27. SEGMENT INFORMATION (CONTINUED)

Operating segments

The following table presents revenue and profit information regarding the Group's operating segments for the three-month period ended 30 June 2021 and 2020:

For the three-month period ended 30 June 2020 (Reviewed)

	Ooredoo Qatar (Reviewed) QR.'000	Asiacell (Reviewed) QR.'000	Ooredoo Algeria (Reviewed) QR.'000	Indosat Ooredoo (Reviewed) QR.'000	Ooredoo Oman (Reviewed) QR.'000	Ooredoo Myanmar (Reviewed) QR.'000	Others (Reviewed) QR.'000	Adjustments and eliminations (Reviewed) QR.'000	Total (Reviewed) QR.'000
Revenue									
Revenue from rendering of telecom services	1,662,456	846,559	513,163	1,647,432	583,795	291,193	964,732	-	6,509,330
Sale of telecommunications equipment	11,936	-	1,951	7,324	34,887	1,693	208,125	-	265,916
Revenue from use of assets by others	5,033	-	-	32,625	4,452	2,815	2,598	-	47,523
Inter-segment	66,587	203	4,873	215	732	256	70,155	(143,021)(i)	-
Total revenue	1,746,012	846,762	519,987	1,687,596	623,866	295,957	1,245,610	(143,021)	6,822,769
Timing of revenue recognition									
At a point in time	72,456	-	1,951	7,324	34,887	1,693	222,299	(74,694)	265,916
Over time	1,673,556	846,762	518,036	1,680,272	588,979	294,264	1,023,311	(68,327)	6,556,853
	1,746,012	846,762	519,987	1,687,596	623,866	295,957	1,245,610	(143,021)	6,822,769
Results									
Segment profit (loss) before tax*	527,427	161,364	(2,260)	68,174	71,934	(138,057)	6,859	(104,190)(ii)	591,251
Depreciation and amortisation	217,573	223,686	164,594	659,972	189,955	220,417	246,962	104,190 (iii)	2,027,349
Net finance costs	179,712	2,007	8,379	186,984	10,163	55,800	18,638	-	461,683

*Segment profit (loss) before tax is determined after deducting all expenses attributable to the segment including depreciation and amortisation and finance cost.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

27. SEGMENT INFORMATION (CONTINUED)

For the three-month period ended 30 June 2021 (Reviewed)

	Ooredoo Qatar (Reviewed) QR.'000	Asiacell (Reviewed) QR.'000	Ooredoo Algeria (Reviewed) QR.'000	Indosat Ooredoo (Reviewed) QR.'000	Ooredoo Oman (Reviewed) QR.'000	Ooredoo Myanmar (Reviewed) QR.'000	Others (Reviewed) QR.'000	Adjustments and eliminations (Reviewed) QR.'000	Total (Reviewed) QR.'000
Revenue									
Revenue from rendering of telecom services	1,798,355	848,216	560,345	1,917,609	567,903	227,694	1,047,584	-	6,967,706
Sale of telecommunications equipment	14,727	1,123	1,043	1,279	14,028	290	283,293	-	315,783
Revenue from use of assets by others	4,393	-	-	13,786	5,156	2,550	2,318	-	28,203
Inter-segment	79,166	(30)	4,594	147	668	1,775	85,774	(172,094)(i)	-
Total revenue	1,896,641	849,309	565,982	1,932,821	587,755	232,309	1,418,969	(172,094)	7,311,692
Timing of revenue recognition									
At a point in time	89,560	1,123	1,043	1,279	14,028	290	305,804	(97,344)	315,783
Over time	1,807,081	848,186	564,939	1,931,542	573,727	232,019	1,113,165	(74,750)	6,995,909
	1,896,641	849,309	565,982	1,932,821	587,755	232,309	1,418,969	(172,094)	7,311,692
Results									
Segment profit (loss) before tax	536,421	197,769	40,909	1,360,574	65,143	(2,691,497)	63,727	(104,171)(ii)	(531,125)
Depreciation and amortisation	224,174	196,452	154,419	698,049	174,023	194,209	261,007	104,171 (iii)	2,006,504
Net finance costs	162,139	3,587	16,549	224,943	10,604	51,095	14,185	-	483,102

(i) Inter-segment revenues are eliminated on consolidation.

(ii) Segment profit before tax does not include the following:

For the three-month period
ended 30 June

	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Amortisation of intangibles	(104,171)	(104,190)
	(104,171)	(104,190)

(iii) Amortisation relating to additional intangibles identified from business combination was not considered as part of segment expense.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information

for the six-month period ended 30 June 2021

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

27. SEGMENT INFORMATION (CONTINUED)

Operating segments

The following table presents revenue and profit information regarding the Group's operating segments for the six-month period ended 30 June 2021 and 2020:

For the six-month period ended 30 June 2020 (Reviewed)

	Ooredoo Qatar (Reviewed) QR.'000	Asiacell (Reviewed) QR.'000	Ooredoo Algeria (Reviewed) QR.'000	Indosat Ooredoo (Reviewed) QR.'000	Ooredoo Oman (Reviewed) QR.'000	Ooredoo Myanmar (Reviewed) QR.'000	Others (Reviewed) QR.'000	Adjustments and eliminations (Reviewed) QR.'000	Total (Reviewed) QR.'000
Revenue									
Revenue from rendering of telecom services	3,364,853	1,930,525	1,099,410	3,269,874	1,191,918	570,571	2,023,271	-	13,450,422
Sale of telecommunications equipment	30,945	-	3,522	16,317	59,238	2,559	458,741	-	571,322
Revenue from use of assets by others	9,881	-	-	67,435	8,845	5,753	4,412	-	96,326
Inter-segment	107,468	919	11,447	2,609	2,050	743	147,266	(272,502)(i)	-
Total revenue	3,513,147	1,931,444	1,114,379	3,356,235	1,262,051	579,626	2,633,690	(272,502)	14,118,070
Timing of revenue recognition									
At a point in time	117,049	-	3,522	16,317	59,238	2,559	484,646	(112,009)	571,322
Over time	3,396,098	1,931,444	1,110,857	3,339,918	1,202,813	577,067	2,149,044	(160,493)	13,546,748
	3,513,147	1,931,444	1,114,379	3,356,235	1,262,051	579,626	2,633,690	(272,502)	14,118,070
Results									
Segment profit (loss) before tax*	1,005,567	392,678	2,007	(59,607)	171,061	(84,825)	(59,940)	(210,979)(ii)	1,155,962
Depreciation and amortisation	430,831	462,751	352,976	1,347,189	371,379	435,750	499,083	210,979 (iii)	4,110,938
Net finance costs	360,685	2,333	17,016	379,304	18,072	114,116	34,379	-	925,905

*Segment profit (loss) before tax is determined after deducting all expenses attributable to the segment including depreciation and amortisation and finance cost.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

27. SEGMENT INFORMATION (CONTINUED)

For the six-month period ended 30 June 2021 (Reviewed)

	Ooredoo Qatar (Reviewed) QR.'000	Asiacell (Reviewed) QR.'000	Ooredoo Algeria (Reviewed) QR.'000	Indosat Ooredoo (Reviewed) QR.'000	Ooredoo Oman (Reviewed) QR.'000	Ooredoo Myanmar (Reviewed) QR.'000	Others (Reviewed) QR.'000	Adjustments and eliminations (Reviewed) QR.'000	Total (Reviewed) QR.'000
Revenue									
Revenue from rendering of telecom services	3,489,121	1,697,152	1,106,106	3,767,044	1,137,443	473,523	2,073,549	-	13,743,938
Sale of telecommunications equipment	41,151	3,789	1,379	3,431	46,451	2,408	586,123	-	684,732
Revenue from use of assets by others	8,821	-	-	48,974	12,273	5,416	4,900	-	80,384
Inter-segment	135,908	144	9,415	280	1,402	3,197	156,540	(306,886)(i)	-
Total revenue	3,675,001	1,701,085	1,116,900	3,819,729	1,197,569	484,544	2,821,112	(306,886)	14,509,054
Timing of revenue recognition									
At a point in time	168,696	3,789	1,379	3,431	46,451	2,408	618,181	(159,603)	684,732
Over time	3,506,305	1,697,296	1,115,521	3,816,298	1,151,118	482,136	2,202,931	(147,283)	13,824,322
	3,675,001	1,701,085	1,116,900	3,819,729	1,197,569	484,544	2,821,112	(306,886)	14,509,054
Results									
Segment profit (loss) before tax	1,060,631	374,069	39,341	1,440,040	145,589	(3,239,670)	262,593	(211,600)(ii)	(129,007)
Depreciation and amortisation	446,261	396,411	337,961	1,394,242	343,736	408,638	518,144	211,600 (iii)	4,056,993
Net finance costs	322,361	6,342	24,291	418,345	20,340	103,746	28,779	-	924,204

(i) Inter-segment revenues are eliminated on consolidation.

(ii) Segment profit before tax does not include the following:

For the six-month period ended
30 June

	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Amortisation of intangibles	(211,600)	(210,979)
	(211,600)	(210,979)

(iii) Amortisation relating to additional intangibles identified from business combination was not considered as part of segment expense.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

27. SEGMENT INFORMATION (CONTINUED)

The following table presents segment assets of the Group's operating segments as at 30 June 2021 and 31 December 2020.

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Segment assets (i)									
At 30 June 2021 (Reviewed)	14,574,319	7,088,519	3,790,158	18,390,000	4,355,124	3,062,260	10,213,397	16,906,404	78,380,181
At 31 December 2020 (Audited)	18,362,392	8,859,177	3,949,676	17,314,280	4,496,988	6,839,523	10,640,763	17,274,262	87,737,061
Capital expenditure (ii)									
At 30 June 2021 (Reviewed)	288,789	526,674	96,184	752,431	273,290	43,352	290,622	-	2,271,342
At 31 December 2020 (Audited)	916,715	1,309,303	538,156	2,269,327	1,284,587	188,272	721,282	-	7,227,642

- (i) Goodwill and other intangibles arising from business combinations amounting to QR 16,906,404 thousand (31 December 2020: QR 17,274,262 thousand) were not considered as part of segment assets.
- (ii) Capital expenditure consists of additions to property, plant and equipment and intangibles excluding goodwill and assets from business combinations.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

28. FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1:	Quoted prices (unadjusted) prices in active markets for identical assets or liabilities that the Group can access at the measurement date;
Level 2:	Inputs other than quoted prices included within level 1 that are observable for the assets of liability, either directly or indirectly; and
Level 3:	Unobservable inputs for the asset or liability.

The following table provides the fair value measurement hierarchy of the Group's financial asset and liabilities at 30 June 2021 and 31 December 2020:

	30 June 2021 (Reviewed) QR.'000	Level 1 (Reviewed) QR.'000	Level 2 (Reviewed) QR.'000	Level 3 (Reviewed) QR.'000
Assets				
Financial assets measured at fair value				
FVTOCI	722,380	-	273,137	449,243
FVTPL	83,922	2,804	81,115	3
	806,302	2,804	354,252	449,246
Liabilities				
Other financial liabilities measured at fair value				
Derivative financial instruments	109,785	-	109,785	-
Other financial liability for which fair value is disclosed				
Loans and borrowings	26,864,089	19,806,936	7,057,153	-
	26,973,874	19,806,936	7,166,938	-

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

28. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

	31 December 2020 (Audited) QR.'000	Level 1 (Audited) QR.'000	Level 2 (Audited) QR.'000	Level 3 (Audited) QR.'000
Assets				
Financial assets measured at fair value				
FVTOCI	703,178	-	214,567	488,611
FVTPL	85,829	2,017	83,809	3
	<u>789,007</u>	<u>2,017</u>	<u>298,376</u>	<u>488,614</u>
Liabilities				
Other financial liabilities measured at fair value				
Derivative financial instruments	136,457	-	136,457	-
Other financial liability for which fair value is disclosed				
Loans and borrowings	31,528,169	20,409,536	11,118,633	-
	<u>31,664,626</u>	<u>20,409,536</u>	<u>11,255,090</u>	<u>-</u>

There were no transfers among Levels 1, 2, and 3 for the six-month period ended 30 June 2021 and for the year ended 31 December 2020.

For fair value measurements categorised within Level 2 and 3 of the fair value hierarchy, the fair values are determined using appropriate valuation techniques, which include the use of mathematical models, such as discounted cash flow models and option pricing models, comparison to similar instruments for which market observable prices exist and other valuation techniques. Valuation techniques incorporate assumptions regarding discount rates, estimates of future cash flows and other factors. The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements:

Description	Fair value at 30 June 2021 QR.'000	Unobservable inputs	Value of inputs	Relationship of unobservable inputs to fair value
FVTOCI	449,243	EV/EBITDA	7.92 times	A change in the EV/EBITDA by 10% would increase/decrease the fair value by QAR 41,102 thousand

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the six-month period ended 30 June 2021

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

29. COVID-19 IMPACT

During the current period, due to continued uncertainties caused by COVID-19, Group has considered whether any adjustments and changes in judgments, estimates and risk management are required to be considered and reported in the condensed consolidated interim financial statements. The Group's business operations remain largely unaffected by the current situation.

The Group has performed a qualitative assessment for its investment in CGUs, considering the minimal impact of COVID-19 on entities operating in telecommunication sector, and compared the actual results for the six-month period ended 30 June 2021 against the budget and industry benchmarks which confirmed that the impairment assessment as at 31 December 2020 remains unchanged.

The Group has updated the inputs and assumptions used for the determination of expected credit losses ("ECLs") as at 30 June 2021. ECLs are estimated based on the relevant forward-looking macroeconomic factors, significant increase in credit risk, and assessing the indicators of impairment for the exposures in potentially affected sectors.

The Group will continue to closely monitor the impact of COVID-19 as the situation progresses to manage the potential business disruption COVID-19 outbreak may have on its operations and financial performance.

30. SIGNIFICANT ARRANGEMENT

On 28 December 2020, Ooredoo announced that it had entered into an exclusive and non-legally binding Memorandum of Understanding ("MoU") with CK Hutchison Holdings Limited in relation to a potential transaction to combine their respective telecommunications businesses in Indonesia, namely PT Indosat Tbk and PT Hutchison 3 Indonesia. As at the issuance date of the consolidated interim financial information, no binding agreement related to the possible combination has been entered into and Ooredoo is still in the early stage of assessing the merits of such a potential transaction. On 30 June 2021, the Group extended the exclusivity period of the MOU with CK Hutchison to potentially combine their Indonesian businesses until 16 August 2021.