

**DLALA BROKERAGE AND INVESTMENT
HOLDING COMPANY Q.P.S.C.**

**CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS**

30 JUNE 2024

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024

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INDEPENDENT AUDITOR'S REPORT**TO THE BOARD OF DIRECTORS OF DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.****Report on the review of condensed consolidated interim financial statements****Introduction**

We have reviewed the accompanying condensed consolidated statement of financial position of Dlala Brokerage and Investment Holding Company Q.P.S.C. (the "Company") and its subsidiaries (collectively referred as the "Group") as at 30 June 2024, together with the condensed consolidated statements of profit or loss, other comprehensive income, changes in equity and cash flows for the six months period then ended, and notes to the condensed consolidated interim financial statements (the "condensed consolidated interim financial statements").

The Board of Directors of the Group is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on these condensed consolidated interim financial statements 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 condensed consolidated interim financial statements 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 statements as at and for the six-month period ended 30 June 2024 are not prepared, in all material respects, in accordance with IAS 34, Interim Financial Reporting.



Mohab Samy Misallam
Auditor's Registration No. 349
QFMA Registration No. 120191
05 August 2024
Doha, State of Qatar



DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

	Note	30 June 2024 (Reviewed)	31 December 2023 (Audited)
ASSETS			
Current assets			
Cash and cash equivalents	5	50,759	68,357
Bank balances – customer funds	6	210,809	204,806
Due from customers	7	21,311	7,220
Due from Qatar Central Securities Depository (QCSD)	6	8,306	75,157
Investment securities at fair value through profit or loss (FVTPL)	8	99,536	90,724
Other assets	9	3,272	4,599
Total current assets		393,993	450,863
Non - current assets			
Investment securities at fair value through other comprehensive income (FVOCI)	8	-	3,705
Investment properties	10	11,469	11,469
Intangible assets	11	806	988
Property and equipment	12	35,134	35,118
Total non - current assets		47,409	51,280
TOTAL ASSETS		441,402	502,143
LIABILITIES AND EQUITY			
LIABILITIES			
Current liabilities			
Due to customers	6	223,952	276,235
Provision for legal cases	13	13,050	14,600
Other liabilities	14	16,136	18,893
Total current liabilities		253,138	309,728
Non - current liability			
Employees' end of service benefits	17	5,453	5,172
Total non-current liability		5,453	5,172
TOTAL LIABILITIES		258,591	314,900
EQUITY			
Share capital	15	190,387	190,387
Legal reserve	16	29,574	29,574
Fair value reserve		-	586
Accumulated losses		(37,150)	(33,304)
TOTAL EQUITY		182,811	187,243
TOTAL LIABILITIES AND EQUITY		441,402	502,143

Dr. Abdulaziz Ali Al Hammadi
Board Member

Farhoud Hadi Al Hajri
Board Member

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



DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

		30 June 2024	30 June 2023
	Note	(Reviewed)	(Reviewed)
Brokerage commission income		7,092	7,730
Brokerage commission expense		(3,343)	(2,949)
Net brokerage commission income	6	3,749	4,781
Dividend income from investment securities	8	4,280	4,291
Net fair value (loss) / gain on investment securities at FVTPL	8	(4,251)	231
Loss on sale of investment securities at FVTPL	8	(548)	(1,179)
Real estate income	18	735	577
Portfolio management income	6	108	65
Interest income from bank deposits	5	1,206	1,452
Net operating income		5,279	10,218
Other income		146	213
General and administrative expenses	19	(9,973)	(13,328)
LOSS FOR THE PERIOD		(4,548)	(2,897)
<i>Loss attributable to:</i>			
Equity holders of the parent company		(4,548)	(2,897)
Non-controlling interests		-	-
		(4,548)	(2,897)
BASIC AND DILUTED LOSS PER SHARE	20	(0.024)	(0.015)



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

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

	30 June 2024	30 June 2023
Note	(Reviewed)	(Reviewed)
Loss for the period	(4,548)	(2,897)
Other comprehensive income		
<i>Item that will not be reclassified to profit or loss</i>		
Fair value movement on investment securities at OCI	116	1,502
Other comprehensive income for the period	116	1,502
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD	(4,432)	(1,395)
<i>Attributable to:</i>		
Equity holders of the parent company	(4,432)	(1,395)
Non – controlling interests	-	-
	(4,432)	(1,395)



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

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024

(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

	Share capital	Legal reserve	Fair value reserve	Accumulated losses	Total
Balance at 31 December 2023 (Audited)	190,387	29,574	586	(33,304)	187,243
Loss for the period	-	-	-	(4,548)	(4,548)
Other comprehensive income for the period	-	-	116	-	116
Total comprehensive loss for the period	-	-	116	(4,548)	(4,432)
Reclassification of net change in fair value of equity securities (FVOCI) upon derecognition	-	-	(702)	702	-
Balance at 30 June 2024 (Reviewed)	190,387	29,574	-	(37,150)	182,811
Balance at 31 December 2022 (Audited)	190,387	29,364	789	(35,664)	184,876
Loss for the period	-	-	-	(2,897)	(2,897)
Other comprehensive income for the period	-	-	1,502	-	1,502
Total comprehensive loss for the period	-	-	1,502	(2,897)	(1,395)
Reclassification of net change in fair value of equity securities (FVOCI) upon derecognition	-	-	(59)	59	-
Balance at 30 June 2023 (Reviewed)	190,387	29,364	2,232	(38,502)	183,481



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

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

		30 June 2024	30 June 2023
	Note	(Reviewed)	(Reviewed)
OPERATING ACTIVITIES			
Loss for the period		(4,548)	(2,897)
<i>Adjustments for:</i>			
Interest income from short term deposits	5	(1,206)	(1,452)
Loss on sale of investment securities	8	548	1,179
Net fair value loss / (gain) on investment securities at FVTPL	8	4,251	(231)
Dividend income from investment securities	8	(4,280)	(4,291)
Amortization of intangible asset	11, 19	454	294
Depreciation of property and equipment	12, 19	735	749
Provision for employees' end of service benefits	17, 19	281	1,301
CWIP write off		46	
Reversal of provision for employees' end of service benefits	17	-	(248)
Operating loss before changes in working capital		(3,719)	(5,596)
<i>Working capital changes:</i>			
Bank balances – customer funds		(6,003)	122,844
Due from customers		(14,091)	(9,325)
Due from / to Qatar Central Securities Depository (QCSD)		66,806	(7,839)
Other assets		1,325	(1,773)
Due to customers		(52,282)	(99,535)
Other liabilities		(2,757)	(3,522)
Cash used in operating activities		(10,721)	(4,746)
Employees' end of service benefits paid	17	-	(1,162)
Payment made against provision for legal cases	13	(1,550)	-
Net cash used in operating activities		(12,271)	(5,908)
INVESTING ACTIVITIES			
Purchase of investment securities`	8	(61,649)	(52,223)
Proceeds from disposal of investment securities		51,859	50,741
Purchase of property and equipment		(751)	(251)
Purchase of intangible assets		(272)	-
Interest received		1,206	1,452
Dividends received		4,280	4,291
Net cash (used in) / generated from investing activities		(5,327)	4,010
Net decrease in cash and cash equivalents		(17,598)	(1,898)
Cash and cash equivalents at 1 January		68,357	69,625
CASH AND CASH EQUIVALENTS AT 30 JUNE	5	50,759	67,727

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



DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

1. REPORTING ENTITY AND PRINCIPAL ACTIVITIES

Dlala Brokerage and Investment Holding Company Q.P.S.C. (the “Company”) is a Qatari Public Shareholding Company registered in the State of Qatar under the Commercial Registration Number 30670. The Company was established on 24 May 2005 as a limited liability company and was publicly listed at Qatar Stock Exchange (the “QSE”) on 4 September 2005. The Company is domiciled in the State of Qatar and its registered office is at P.O. Box 24571, Doha, State of Qatar.

These condensed consolidated interim financial statements comprise the Company and its subsidiaries (collectively referred as the “Group” and individually as the “Group entities”).

The Group is engaged in brokerage activities at real estate and other investment activities.

The principal subsidiaries of the Group are as follows:

Name of the subsidiary	Principal activity	Percentage of ownership	
		30 June 2024	31 December 2023
Dlala Brokerage Company W.L.L.	Stock brokerage	100%	100%
Dlala Real Estate W.L.L.	Real estate	100%	100%

All the subsidiaries enumerated above are incorporated in State of Qatar.

2. BASIS OF ACCOUNTING

These condensed consolidated interim financial statements for the six-month period ended 30 June 2024 have been prepared in accordance with IAS 34 “Interim Financial Reporting” and should be read in conjunction with the Group’s latest annual consolidated financial statements. They do not include all the information required for a complete set of IFRS financial statements.

However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance since the last annual consolidated financial statements.

These condensed consolidated interim financial statements were authorized for issue by the Group’s Board of Directors on 5 August 2024.

3. USE OF JUDGEMENTS AND ESTIMATES

In preparing these condensed consolidated interim financial statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the last annual consolidated financial statements.

3. USE OF JUDGEMENTS AND ESTIMATES (CONTINUED)

Measurement of fair values

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team who has overall responsibility for overseeing all significant fair value measurements and reports significant valuation issues directly to the Group's Managing Director and audit committee.

The Group's Managing Director and audit committee together with the valuation team regularly reviews valuation adjustments.

If third party information is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which the valuations should be classified.

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

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e. derived from prices)

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

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

The Group has considered potential impacts of the current economic volatility in determination of the reported amounts of the financial and non-financial assets, and these are considered to represent management's best assessment based on observable information. Markets however remain volatile, and the recorded amounts remain sensitive to market fluctuations.

Further information about the assumptions made in measuring the fair values is included in Note 24.

The group arranged independent external valuer to determine the fair value of its investment properties. The management believe that the fair values of the investment properties as at 30 June 2024 and 31 December 2023 are approximately same.

Management has carried its investment securities at fair value. For other financial assets and liabilities, management believes that as at the reporting date, their fair values approximated their carrying amounts.

4. MATERIAL ACCOUNTING POLICIES

The accounting policies applied in these condensed consolidated interim financial statements are the same as those that were applied in the consolidated financial statements of the Group as at and for the year ended 31 December 2023.

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

4. MATERIAL ACCOUNTING POLICIES (CONTINUED)

<i>Effective for year beginning 1 January 2024</i>	<ul style="list-style-type: none"> • <i>Classification of Liabilities as Current or Non-current (Amendments to IAS 1)</i> • <i>Lease Liability in a Sale and Leaseback (Amendments to IFRS 16)</i> • <i>Disclosures: Supplier Finance Arrangements (Amendments to IAS 7 and IFRS 7)</i> • <i>Non-current Liabilities with Covenants – Amendments to IAS 1</i>
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The adoption of the above new and amendments to standards had no significant impact on the Company's financial statements.

The below amended International Financial Reporting Standards ("IFRSs" or "standards") that are available for early adoption for financial years beginning after 1 January 2025 are not effective until a later period, and they have not been applied in preparing these financial statements.

<i>Effective for year beginning 1 January 2025</i>	<ul style="list-style-type: none"> • <i>Lack of Exchangeability – Amendments to IAS 21.</i>
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5. CASH AND CASH EQUIVALENTS

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Cash in banks	18,602	36,345
Short - term deposits (maturity less than 90 days)	32,139	32,000
Cash in hand	18	12
	50,759	68,357

The Group generated interest income from the bank deposits amounting to QR 1,206 (six-month period ended 30 June 2023: QR 1,452) during the period. The Company earned interest income at an average interest rate of 4.1% (six – month period ended 30 June 2023: 4.2%) per annum.

6. BROKERAGE - ACTIVITY DISCLOSURES

The "Bank balances - customers funds" represents the cash advances received from the Group's trading customers or the collections received from Qatar Central Securities Depository (the "QCSD") in trading customers' securities. The Group recognizes liability for these fund balances which is presented as part of "Due to customers" account. Any QCSD's outstanding balances (due from or due to) are to be collected / settled on the third working day ("T+3").

The Group generates commission income for every trading transaction held in stock exchange and recognizes the related commission expense incurred with QCSD and QSE. The net commission earned in these transactions are presented as part of "Net brokerage commission income" account.

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Bank balances – customers' funds	210,809	204,806
Due from Qatar Central Securities Depository (QCSD)	8,306	75,157
Due to customers	223,952	276,235

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

6. BROKERAGE - ACTIVITY DISCLOSURES (CONTINUED)

	30 June 2024	30 June 2023
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Net brokerage commission income	3,749	4,781
Portfolio management income	108	65

7. DUE FROM CUSTOMERS

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Due from customers, gross (i)	24,313	10,222
Provision for impairment of due from customers	<u>(3,002)</u>	<u>(3,002)</u>
Due from customers, net	<u>21,311</u>	<u>7,220</u>

(i) As at period end, the aging of unimpaired due from customers is as follows:

		<i>Neither past due nor</i>	<i>Past due but not impaired</i>				<i>Credit- impaired</i>
	<i>Total</i>	<i>impaired</i>	<i>0 – 90 days</i>	<i>91 – 180 days</i>	<i>181 – 360 days</i>	<i>More than 360 days</i>	
30 June 2024	24,313	21,311	-	-	-	-	3,002
31 December 2023	10,222	7,220	-	-	-	-	3,002

Unimpaired amounts of due from customer balances are expected to be fully recoverable. It is not the practice of the Group to obtain collateral over receivables.

8. INVESTMENT SECURITIES

The investments securities are presented in the consolidated statement of financial position as follows:

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Current asset		
Quoted investments at FVTPL	99,536	90,724
Non - current asset		
Quoted investments at FVOCI	<u>-</u>	<u>3,705</u>
	<u>99,536</u>	<u>94,429</u>

Concentration of investment portfolio

Concentration of the investment portfolio arises when a number of investments are in companies with similar activities and businesses, or when there are activities in the same geographic sector, or if the activities have similar economic characteristics that are affected by economic and political changes or any other circumstances. The group manages these risks by diversifying its investments in terms of sectoral concentration.

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

8. INVESTMENT SECURITIES (CONTINUED)

Concentration of investment portfolio (Continued)

	30 June 2024	31 December 2023
Banks and Financial Services	30,870	25,153
Industrials	25,164	24,277
Telecoms	17,592	15,094
Consumer Goods and Services	12,319	11,632
Real Estate	7,355	8,966
Transportation	5,062	3,873
Insurance	1,174	5,434
	99,536	94,429

The movements in quoted investment securities designated as FVOCI and FVTPL are as follows:

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
At the beginning of the period / year	94,429	72,714
Additions during the period / year	61,649	118,439
Disposals during the period / year	(52,407)	(100,963)
Net change in fair values at:		
- FVTPL	(4,251)	3,921
- FVOCI	116	318
At the end of the period / year	99,536	94,429

The Group recognized dividend income from the investment securities amounting to QR 4,280 (six-month period ended 30 June 2023: QR 4,291) during the period.

The Group recognized (loss) on sale of investment securities at FVTPL amounting to QR (548) (six-month period ended 30 June 2023: QR (1,179)) during the period.

The movements in fair value reserve of investments securities at FVOCI during the year are as follows:

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
At the beginning of the period / year	586	789
Fair value movement through OCI	116	318
Reclassification of net change in fair value of investment securities in FVOCI upon derecognition	(702)	(521)
Net change in fair value at FVOCI	(586)	(203)
At the end of the period / year	-	586

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

9. OTHER ASSETS

	30 June 2024	31 December 2023
	(Reviewed)	(Audited)
Real estate advances	7,750	7,750
Less: provision for impairment of real estate advances (i)	(7,750)	(7,750)
	-	-
Prepayments and advances	1,339	1,555
Advances to portfolio manager	1,237	2,280
Other receivables	696	764
	3,272	4,599

(i) During the year 2022, provision for impairment amounting to QR 7,750 thousand had been recorded related to an advance given to the main supplier for the Al-Makkan project. The supplier was hired to build and operate fan zone on rented land for the FIFA World Cup 2022, but the Group terminated the contract due to the contractor's non-compliance, and the supplier refused to return the funds. The Group had initiated legal proceedings to recover the advance, during the year, the court ruled in favour of the Group and obligated the other party to pay QR 7,763 thousand. Simultaneously, during the year, the supplier also filed a legal case against the Group, claiming compensation for damages resulting from the termination of the contract. In this instance, the court ruled in favour of the supplier, obligating the Group to pay QR 4,337 thousand. The Group has requested the court to set off the amounts between the two rulings. The management has fully provided for this amount in the financial statements until the final settlement is made.

10. INVESTMENT PROPERTIES

Investment property comprises five residential properties intended for leasing and located in Al-Wukair, State of Qatar.

The movement in the investment properties during the period / year are as follows:

	30 June 2024	31 December 2023
	(Reviewed)	(Audited)
At 1 January	11,469	-
Transfer from trading properties	-	9,030
Unrealized gain from change in fair value of investment properties	-	2,439
At the end of the period / year	11,469	11,469

Investment properties are stated at fair value, which has been determined based on valuation performed by accredited independent valuer as at 31 December 2023. The valuer is an accredited independent valuer with a recognized and relevant professional qualification and with recent experience in the location and category of those investment property being valued. In arriving at estimated market values, the valuer has used his market knowledge and professional judgment and not only relied on historical transactions comparable.

The group did not perform a fair valuation of investment properties at 30 June 2024. The group's management believes that the fair values of investment properties as at 30 June 2024 and 31 December 2023 are approximately the same totalling QR.11,469 thousands.

DLALA BROKERAGE AND INVESTMENT HOLDING COMPANY Q.P.S.C.
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
AS AT AND FOR THE SIX – MONTH PERIOD ENDED 30 JUNE 2024
(All amounts expressed in thousands of Qatari Riyal unless otherwise stated)

11. INTANGIBLE ASSETS

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Cost		
At the beginning of the period / year	4,080	3,631
Additions during the period / year	272	449
At the end of the period / year	4,352	4,080
Accumulated amortization		
At the beginning of the period / year	3,092	2,316
Charge for the period / year (Note 19)	454	776
At the end of the period / year	3,546	3,092
Carrying amount	806	988

This pertains to the Group's brokerage trading platform software and computer software.

12. PROPERTY AND EQUIPMENT

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Cost		
At the beginning of the period / year	94,776	94,481
Additions during the period / year	751	340
CWIP Write off	-	(46)
At the end of the period / year	95,527	94,776
Accumulated amortization		
At the beginning of the period / year	59,658	58,140
Charge for the period / year (Note 19)	735	1,518
At the end of the period / year	60,393	59,658
Carrying amount	35,134	35,118

13. PROVISIONS FOR LEGAL CASES

	30 June 2024	31 December 2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
At 1 January	14,600	26,402
Charged during the year	-	2,000
Reversed during the year	-	(4,950)
Payments made during the year	(1,550)	(8,852)
At 31 December	13,050	14,600

As of 30 June 2024, the provision for legal cases is comprises of the followings:

No.	Plaintiff	Legal case reference	Court ruling	Provision provided
1	Customer	2925/2019	11,050	11,050
2	QFMA	3/2021	2,000	1,000
3	QFMA	5/2023	1,000	500
4	QFMA	1/2023	500	500
5	QFMA	10/2020	500	-
6	QFMA	19/2021	50	-
			15,100	13,050

13. PROVISIONS FOR LEGAL CASES (CONTINUED)

- (1) The Group and two other parties were subject to a criminal case filed by the public prosecution in 2019 (case no. 2925/2019). The appeal (no. 855/2021) resulted in a penalty of QR 100 thousand and a joint obligation to pay QR 10.95 million. The Group provided a 100% provision for any potential outcomes.
- (2) In 2022, the QFMA Disciplinary Committee imposed a penalty of QR 2 million following an inspection visit conducted in 2020 (case no. 3/2021). The Group appealed this decision first to the Appeals Committee (Case no. 21/2022), then to the administrative Court of Appeal (case no. 312/2023), and finally to the Court of Cassation (case no. 1563/2023) and provided a 100% provision for any potential outcomes. During the period, the Group has made a payment of QR 1,000 thousand.
- (3) In 2023, the QFMA Disciplinary Committee imposed a penalty of QR 1 million for non-disclosure of the liquidation of the Subsidiary Dlala Information Technology W.L.L. The Group appealed this decision to the Appeals Committee (Case n. 1/2024) and provided a 50% provision for any potential outcomes.
- (4) In 2023, the QFMA Disciplinary Committee imposed a penalty of QR 500 thousand for non-disclosure of results of Board of Directors meeting held on 19 November 2022 (Case no. 1/2023). The Group appealed this decision to the Appeals Committee (Case n. 18/2023) and provided a 100% provision for any potential outcomes.
- (5) In 2021, the QFMA Disciplinary Committee imposed a QR 10 million penalty for specific regulatory violations). Subsequently, upon the Group's appeal to the Appeals Committee (Case 9/2021), the penalty was reduced to QR 500 thousand, and the Group fully accounted for this amount. In 2022, the administrative Court of Appeal (Case no. 26, 41, 42/2022) upheld the QFMA Disciplinary Committee's original QR 10 million penalties, for which the Group had provisioned 50%, totalling QR 5 million.

On 31 January 2024, the administrative Court of Appeal responded to the Group's cassation (case no.795/2022) and affirmed the annulment of all fines imposed on the group. As a result of this decision, the Group reversed the provision for legal cases by QR 4.5 million and retained QR 500 thousand to cover the penalty decided by the Appeals Committee. During the period, the Group fulfilled its obligation by paying the outstanding amount.

- (6) In 2023, the QFMA Disciplinary Committee imposed a penalty of QR 500 thousand following an inspection visit conducted in 2021 (case no. 19/2021). The Group contested the decision (case no. 6/2023) and provided a 100% provision to mitigate any adverse outcome. Othe penalty was reduced to QR 50 thousand after the Group appealed to the Appeals Committee. As the QFMA Disciplinary Committee did not pursue further appeal to the administrative Court of Appeal, the Group reversed the provision for the legal case by QR 450 thousand, while retaining QR 50 thousand to cover the penalty determined by the Appeals Committee. During the period, the Group fulfilled its obligation by paying the outstanding amount.

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14. OTHER LIABILITIES

	30 June	31 December
	2024	2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
Dividends payable (i)	15,666	15,666
Accrued expenses	205	2,028
Refunds payable to property owners	-	153
Provision for Social and Sports Activities Fund	52	52
Other payables	213	994
	16,136	18,893

(i) Pertain to dividends that were declared for shareholders between 2006 and 2011 but have not been claimed.

As per the Qatar Financial Markets Authority Board of Directors' Decision No. 7 of 2023, listed companies must transfer unclaimed dividends to an Authority-specified account within six months of the regulation's issuance, along with lists of rightful owners and their shares for each year. The group is currently in negotiations with the depository for the implementation.

Additionally, Circular No. 3 of 2024 (No. / MRT / 145 / 2024), mandates that companies continue to distribute pre-2023 dividends to shareholders until the decision provisions are implemented. Therefore, the group has decided to keep QR 15,666 thousand available for direct payment to shareholders until the decision is implemented.

15. SHARE CAPITAL

	30 June 2024		31 December 2023	
	<u>No. of shares</u>	<u>Amount</u>	<u>No. of shares</u>	<u>Amount</u>
<i>Authorized, issued and paid</i>				
Ordinary shares of QR 1 each	190,387,200	190,387	190,387,200	190,387

16. LEGAL RESERVE

In accordance with the requirements of the Qatar Commercial Companies Law No. 11 of 2015 and the Group's Articles of Association, an amount equal to 10% of the net profit for the year should be transferred to a legal reserve each year until this reserve is equal to 50% of the paid - up share capital. The reserve is not available for distribution except in the circumstances stipulated in the above law and the Group's Articles of Association. In accordance with its Articles of Association and statutory law requirements, the Group is transferring a specific percentage from its annual net profit to the legal reserve.

17. EMPLOYEES' END OF SERVICE BENEFITS

	30 June	31 December
	2024	2023
	<i>(Reviewed)</i>	<i>(Audited)</i>
At the beginning of the period / year	5,172	5,086
Provisions during the period / year (Note 19)	281	382
Reversals made during the period / year	-	(248)
Payments made during the period / year	-	(48)
At the beginning of the period / year	5,453	5,172

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17. EMPLOYEES' END OF SERVICE BENEFITS (CONTINUED)

Management has classified the obligation within non - current liability in the condensed consolidated statement of financial position as it does not expect that there will be significant payments towards its employees' end of service benefits obligation within 12 months from the reporting date. The provision is not discounted to present value as the effect of the time value of money is not expected to be significant.

18. REAL ESTATE INCOME

	30 June 2024	30 June 2023
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Rental income	540	528
Fee income	43	10
Real estate brokerage	152	39
	735	577

19. GENERAL AND ADMINISTRATIVE EXPENSES

Staff cost (i)	5,823	7,175
Information technology and communication costs	1,788	1,751
Professional fees	629	1,863
Depreciation of property and equipment (Note 12)	735	749
Amortization of intangible assets (Note 11)	454	302
Regulatory fees, charges and penalties	108	496
Bank charges	200	242
Repairs and maintenance	124	170
Rent (ii)	60	60
Advertising costs	18	38
Others	34	482
	9,973	13,328

(i) This includes a provision for employees' end of service benefits of QR 281 (six-month period ended 30 June 2023: QR 1,301) during the period (Note 17).

(ii) This pertains to short - term rental of accommodation spaces.

20. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit for the period attributable to shareholders of the Company by the weighted average number of shares outstanding during the year. There were no potentially dilutive shares outstanding at any time during the year and, therefore, the dilutive earnings per share are equal to the basic earnings per share.

	30 June 2024	30 June 2023
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Loss attributable to equity holders of the Company	(4,548)	(2,897)
Weighted average number of shares outstanding during the period (In thousands) (Note 15)	190,387	190,387
Basic / diluted loss per share (QR)	(0.024)	(0.015)

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21. RELATED PARTY DISCLOSURES

Related parties represent shareholders, directors and key management personnel of the Group and companies in which they are major owners. Pricing policies and terms of these transactions are approved by the Group's management.

(i) Related party transaction

	30 June 2024	30 June 2023
	(Reviewed)	(Reviewed)
<i>Key management personnel and their close family members:</i>		
Portfolio management income	22	12
Net brokerage commission income	20	2

(ii) Related party balance

	30 June 2024	31 December 2023
	(Reviewed)	(Audited)
<i>Key management personnel and their close family members:</i>		
Due from customers	425	-
Due to customers	147	1,995

The above balance is of trading in nature, bear no interest or securities, receivable / payable on demand and to be collected / settled in cash.

(iii) Compensation of key management personnel

	30 June 2024	30 June 2023
	(Reviewed)	(Audited)
Short - term employee benefits	564	1,285
Long - term employee benefits	20	103
	584	1,388

22. COMMITMENTS AND CONTINGENT LIABILITIES

The Group had the following commitments and contingent liabilities as at reporting date:

	30 June 2024	31 December 2023
	(Reviewed)	(Audited)
<i>Contingent liabilities:</i>		
Letters of guarantee (i)	100,000	100,000
Litigation claims (ii)	500	500

(i) This represents the financial guarantees issued by the banks on behalf of the Group to QCSD in the ordinary course of business and will mature within twelve months from the reporting date.

(ii) This represents the legal proceedings in which the ultimate outcome of each is always subject to many uncertainties inherent in litigation.

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23. SEGMENT INFORMATION

For management purposes, the Group is organised into four strategic business units based on their nature of activities, thus, it has four reportable segments which are as follows:

- Stock brokerage – this segment includes financial services provided to customers as a stockbroker in the QSE;
- Real estate – this segment includes providing property management, marketing and sales services for real estate clients;
- Others – represents the operations of holding company which provides corporate services to subsidiaries in the Group and is also engaged in investing activities.

The Group’s management separately monitors the operating results of the operating segments for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on the operating profit or loss.

The Group’s Chief Executive Officer / Managing Director reviews the internal management reports of each business unit at least quarterly.

The following table presents segment results regarding the Group’s operating segments for the six-month period:

	Stock brokerage	Real estate	Others	Elimination	Total
30 June 2024 (Reviewed)					
Brokerage commission income, net	3,749	-	-	-	3,749
Real estate income	-	519	491	(275)	735
Other revenues	1,167	271	(299)	(198)	941
Segment revenue	4,916	790	192	(473)	5,425
Segment expenses	(6,902)	(963)	(2,580)	473	(9,973)
Segment profit	(1,986)	(173)	(2,388)	-	(4,548)
Depreciation and amortization	479	29	681	-	1,189
30 June 2023 (Reviewed)					
Brokerage commission income, net	4,781	-	-	-	4,781
Real estate income	-	361	491	(275)	577
Other revenues	3,903	224	1,031	(85)	5,073
Segment revenue	8,684	585	1,522	(360)	10,431
Segment expenses	(7,900)	(1,672)	(4,116)	360	(13,328)
Segment losses	784	(1,087)	(2,594)	-	(2,897)
Depreciation and amortization	369	17	657	-	1,043

23. SEGMENT INFORMATION (CONTINUED)

The following table presents the segment assets and liabilities as at reporting date:

	<u>Stock brokerage</u>	<u>Real estate</u>	<u>Others</u>	<u>Elimination</u>	<u>Total</u>
At 30 June 2024 (Reviewed)					
Segment assets	<u>358,941</u>	<u>24,218</u>	<u>221,529</u>	<u>(163,286)</u>	<u>441,402</u>
Segment liabilities	<u>(239,006)</u>	<u>(21)</u>	<u>(39,693)</u>	<u>20,129</u>	<u>(258,591)</u>
At 31 December 2023 (Audited)					
Segment assets	<u>414,811</u>	<u>24,583</u>	<u>224,749</u>	<u>(162,000)</u>	<u>502,143</u>
Segment liabilities	<u>(293,005)</u>	<u>213</u>	<u>(40,523)</u>	<u>18,841</u>	<u>(314,900)</u>

24. FAIR VALUE MEASUREMENT

Fair value is the amount for which an asset can be exchanged, or a liability settled, between knowledgeable and willing parties at arm's length basis. Since the accompanying financial statements have been prepared under the historical cost convention, the carrying value of the Company's financial instruments except for certain investments as recorded could therefore be different from the fair value. However, in management's opinion, the fair values of the Company's financial assets and liabilities are not considered significantly different from their book value. The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

As at 30 June 2024	Fair value measurement				
	Date of valuation	Total	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Assets measured at fair value					
Investment properties	30-Jun-24	11,469	-	11,469	-
<i>Quoted equity investments</i>					
Financial assets at FVTPL	30-Jun-24	99,536	99,536	-	-
As at 31 December 2023					
Assets measured at fair value					
Investment properties	31-Dec-23	11,469	-	11,469	-
<i>Quoted equity investments</i>					
Financial assets at FVOCI	31-Dec-23	3,705	3,705	-	-
Financial assets at FVTPL	31-Dec-23	90,724	90,724	-	-

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24. FAIR VALUE MEASUREMENT (CONTINUED)

Valuation techniques and significant unobservable inputs

The following table shows the valuation techniques used in measuring Level 2 fair values as at 30 June 2024 for assets and liabilities measured at fair value in the consolidated statement of financial position, as well as the significant unobservable inputs used. Related valuation processes are described in (Note 10).

<i>Type</i>	<i>Valuation technique</i>	<i>Significant unobservable inputs</i>	<i>Inter-relationship between significant unobservable inputs and fair value measurement</i>
Investment property – Land and Buildings in State of Qatar	<i>Market comparison technique:</i> The fair values are calculated as derived from the current market prices available for the properties or nearby / adjacent properties adjusted for any differences with the comparable properties.	Not applicable	Not applicable

25. COMPARATIVE FINANCIAL INFORMATION

Certain changes in the classification of accounts and accordingly, to the supporting note disclosures have been made to the previous year's condensed consolidated financial statements to confirm to the current year's condensed consolidated financial statements' presentation.

The reclassification did not materially affect previously reported profit or equity.

	As previously reported		As reclassified
	31 December 2023	Adjustments	31 December 2023
Statement of financial position			
Non-current assets			
Intangible assets	723	265	988
Current assets			
Other assets	4,864	(265)	4,599
	As previously reported		As reclassified
	30 June 2023	Adjustments	30 June 2023
Statement of comprehensive income			
General and administrative expense			
Information technology and communication costs	1,759	(8)	1,751
Amortisation of intangible assets	294	8	302