Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED FINANCIAL STATEMENTS

FOR THE THREE MONTH AND SIX MONTH PERIODS ENDED 30 JUNE 2019

Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED FINANCIAL STATEMENTS
30 June 2019

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INDEPENDENT AUDITOR'S REVIEW REPORT ON THE INTERIM CONDENSED FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF AL MOAMMAR INFORMATION SYSTEMS COMPANY (A Saudi Joint Stock Company)

Introduction

We have reviewed the accompanying interim condensed statement of financial position of Al Moammar Information Systems Company (A Saudi Joint Stock Company) (the "Company") as at 30 June 2019, and the related interim condensed statements of comprehensive income for the three and six month periods ended 30 June 2019, and the related interim condensed statements of changes in shareholders' equity and cash flows for the six month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard 34, "Interim Financial Reporting" ("IAS 34") endorsed in the Kingdom of Saudi Arabia. Our responsibility is to express a conclusion on these interim condensed 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" endorsed in the Kingdom of Saudi Arabia. A review of 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 that are endorsed in the Kingdom of Saudi Arabia 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 interim condensed financial statements are not prepared, in all material respects, in accordance with IAS 34 endorsed in the Kingdom of Saudi Arabia.

for Ernst & Young

Abdulaziz A. Al-Sowailim
Certified Public Accountant
License No. 277

Riyadh: 4 Dhul-Hijjah 1440H
(5 August 2019)

Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 June 2019

	Note	*30 June 2019* **SR**	*31 December 2018* SR
ASSETS			
Non-current assets			
Trade receivables, non-current		**9,452,171**	28,997,083
Property and equipment		**11,115,576**	9,761,819
Intangible assets		**1,341,733**	1,588,969
Right-of-use assets	4	**1,362,829**	-
Investments in associates		**1,578,710**	1,818,776
Total non-current assets		**24,851,019**	42,166,647
Current assets			
Trade receivables and other assets		**419,631,445**	373,455,516
Contract assets		**395,114,144**	303,091,489
Deferred costs		**48,938,758**	72,297,245
Cash and bank balances		**20,000,148**	106,365,312
Total current assets		**883,684,495**	855,209,562
TOTAL ASSETS		**908,535,514**	897,376,209
SHAREHOLDERS' EQUITY AND LIABILITIES			
Shareholders' equity			
Share capital	6	**160,000,000**	160,000,000
Statutory reserve		**6,451,248**	6,451,248
Other reserves		**9,941,668**	10,035,642
Retained earnings		**44,839,720**	20,101,491
Total shareholders' equity		**221,232,636**	196,588,381
Liabilities			
Non-current liabilities			
Lease liabilities, non-current	4	**1,047,450**	-
Contract liabilities, non-current		**53,201,254**	25,721,628
Employees' defined benefit obligations		**14,000,983**	14,334,505
Total non-current liabilities		**68,249,687**	40,056,133
Current liabilities			
Short-term loans	9	**285,505,813**	266,971,970
Trade payables and other liabilities		**226,759,689**	224,885,814
Contract liabilities		**103,754,688**	151,218,171
Dividends payable		**-**	11,825,040
Zakat payable		**3,033,001**	5,830,700
Total current liabilities		**619,053,191**	660,731,695
Total liabilities		**687,302,878**	700,787,828
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		**908,535,514**	897,376,209

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the three month and six month periods ended 30 June 2019

	Note	*For the three month period ended 30 June*		*For the six month period ended 30 June*	
		2019	*2018*	***2019***	*2018*
		SR	*SR*	***SR***	*SR*
Revenue from contracts		**238,118,197**	273,423,741	**449,340,751**	395,520,080
Direct costs		**(202,274,558)**	(243,371,286)	**(382,924,953)**	(349,150,096)
Gross profit		**35,843,639**	30,052,455	**66,415,798**	46,369,984
Selling and marketing expenses		**(2,750,409)**	(1,934,888)	**(5,460,757)**	(5,011,175)
General and administration expenses		**(13,338,966)**	(8,415,604)	**(22,944,117)**	(17,217,738)
Income from main operations		**19,754,264**	19,701,963	**38,010,924**	24,141,071
Share in losses of associates, net		**(358,058)**	(819,161)	**(240,066)**	(1,861,532)
Finance costs		**(5,832,861)**	(5,226,271)	**(12,824,932)**	(9,109,219)
Finance income		**810,891**	1,011,698	**1,265,737**	1,600,199
Other income		**76,375**	67,133	**958,826**	167,323
Income before zakat		**14,450,611**	14,735,362	**27,170,489**	14,937,842
Zakat		**(1,436,348)**	(1,774,290)	**(2,432,260)**	(3,123,253)
Net income for the period		**13,014,263**	12,961,072	**24,738,229**	11,814,589
Other comprehensive (loss) income					
Item that will not be reclassified to profit or loss:					
Re-measurements of employees' defined benefit obligations		**(864,867)**	915,549	**(93,974)**	1,449,000
Total other comprehensive (loss) income		**(864,867)**	915,549	**(93,974)**	1,449,000
Total comprehensive income for the period		**12,149,396**	13,876,621	**24,644,255**	13,263,589
Basic and diluted earnings per share:	5				
Income from main operations		**1.23**	1.23	**2.38**	1.51
Net income for the period		**0.81**	0.81	**1.55**	0.74

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
For the six month period ended 30 June 2019

	Share capital SR	*Statutory reserve SR*	*Other reserves SR*	*Retained earnings SR*	*Total shareholders' equity SR*
Balance as at 1 January 2018	50,000,000	25,000,000	4,380,000	79,040,226	158,420,226
Net income for the period	-	-	-	11,814,589	11,814,589
Other comprehensive income for the period	-	-	1,449,000	-	1,449,000
Total comprehensive income for the period	-	-	1,449,000	11,814,589	13,263,589
Dividends (note 7)	-	-	-	(11,552,260)	(11,552,260)
Balance as at 30 June 2018	50,000,000	25,000,000	5,829,000	79,302,555	160,131,555
Balance as at 31 December 2018	160,000,000	6,451,248	10,035,642	20,101,491	196,588,381
Net income for the period	-	-	-	24,738,229	24,738,229
Other comprehensive loss for the period	-	-	(93,974)	-	(93,974)
Total comprehensive income for the period	-	-	(93,974)	24,738,229	24,644,255
Balance as at 30 June 2019	**160,000,000**	**6,451,248**	**9,941,668**	**44,839,720**	**221,232,636**

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

Al Moammar Information Systems Company
(A Saudi Joint Stock Company)

INTERIM CONDENSED STATEMENT OF CASH FLOWS
For the six month period ended 30 June 2019

	Note	*For the six month period ended 30 June*	
		2019	*2018*
		SR	*SR*
Operating activities			
Income before zakat		**27,170,489**	14,937,842
Adjustments:			
Finance costs		**12,824,932**	9,109,219
Provision for employees' defined benefit obligations		**1,765,980**	3,771,000
Provision for doubtful debts		**1,501,463**	-
Amortization of intangible assets		**247,236**	214,851
Depreciation of property and equipment		**174,716**	197,219
Depreciation of right-of-use assets	4	**134,421**	-
Share in losses of associates, net		**240,066**	1,861,532
		44,059,303	30,091,663
Changes in working capital:			
Trade receivables and other assets		**(27,224,367)**	(15,165,387)
Contract assets		**(93,423,460)**	(83,626,829)
Deferred costs		**23,358,487**	(49,812,706)
Trade payables and other liabilities		**1,401,061**	112,943,802
Contract liabilities		**(19,983,857)**	2,985,897
Net cash used in operations		**(71,812,833)**	(2,583,560)
Employees' defined benefit obligations paid		**(2,193,476)**	(1,747,581)
Zakat paid		**(5,229,959)**	(6,473,166)
Net cash used in operating activities		**(79,236,268)**	(10,804,307)
Investing activities			
Additions to property and equipment		**(1,528,473)**	(309,565)
Additions to intangible assets		-	(631,169)
Cash used in investing activities		**(1,528,473)**	(940,734)
Financing activities			
Proceeds from short-term loans		**301,230,870**	225,709,975
Repayment of short-term loans		**(282,697,027)**	(191,663,767)
Finance costs paid		**(12,221,476)**	(6,403,284)
Payment of lease liabilities	4	**(87,750)**	-
Dividends paid	8	**(11,825,040)**	(43,552,171)
Net cash used in financing activities		**(5,600,423)**	(15,909,247)
Net decrease in cash and bank balances		**(86,365,164)**	(27,654,288)
Cash and bank balances at the beginning of the period		**106,365,312**	55,814,301
Cash and bank balances at the end of the period		**20,000,148**	28,160,013
Supplemental non-cash information			
- Right-of-use assets		**1,497,250**	-
- Lease liabilities		**1,418,612**	-

The accompanying notes from 1 to 12 form an integral part of these interim condensed financial statements.

1. CORPORATE INFORMATION AND ACTIVITIES

Al Moammar Information Systems Company (the "Company") is a Saudi Joint Stock Company registered in Riyadh, Kingdom of Saudi Arabia ("KSA") under Commercial registration numbered 1010063470 and dated 10 Muharram 1407H (corresponding to 15 September 1986).

The registered office of the Company is located at Pearl Centre, King Abdulaziz road, P.O. Box 16116, Riyadh 11464, KSA.

The Company is registered in KSA with the following branches as at 30 June 2019:

Commercial registration number	*Commercial registration date*	*Location*
4030097824	8 Rabi Awal 1414H	Jeddah
1010432047	12 Jumad Thani 1436H	Riyadh
2051011413	17 Rabi Awal 1407H	Al Khobar
4030288661	4 Rajab 1437H	Jeddah

The Company is engaged in importing, installing, operating and maintaining computers, electronic devices, licensed wireless devices, electrical and electronic works, and computer and IT. The Company is also engaged in importing, marketing, maintaining and installing licensed telecommunications and IT equipment, as well as installing and operating geographic information systems.

These interim condensed financial statements were approved by the Board of Directors on 3 Dhul-Hijjah 1440H (corresponding to 4 August 2019).

2. BASIS OF PREPARATION

These interim condensed financial statements have been prepared in accordance with International Accounting Standard ("IAS"), "Interim Financial Reporting" ("IAS 34") as endorsed in KSA.

The interim condensed financial statements do not include all the information and disclosures required for a complete set of annual financial statements and should be read in conjunction with the Company's audited financial statements for the year ended 31 December 2018.

Basis of measurement and functional currency
These interim condensed financial statements are prepared under the historical cost convention. These interim condensed financial statements are presented in Saudi Arabian Riyal ("SR"), which is the functional currency of the Company.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those followed in preparing the Company's annual financial statements for the year ended 31 December 2018, except for the adoption of International Financial Reporting Standard 16 'Leases' ("IFRS 16") at its effective date 1 January 2019.

IFRS 16 replaces IAS 17 'Leases' ("IAS 17"), IFRIC 4 'Whether an arrangement contains a lease' ("IFRIC 4"), SIC-15 'Operating leases - Incentives' and SIC-27 'Evaluating the substance of transactions involving the legal form of a lease'. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for most leases under a single on-balance sheet model.

The Company has not early adopted any new standard, interpretation or amendment that have been issued but which are not yet effective.

4. CHANGES IN ACCOUNTING POLICIES

IFRS 16, Leases

The Company has adopted IFRS 16 from its mandatory adoption date 1 January 2019 using the modified simplified transition approach as permitted under the specific transition provisions in the standard. As a result, comparatives have not been restated. The Company also elected to use the recognition exemptions for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option ('short-term leases').

Impact on the interim condensed statement of financial position (increase/(decrease)) as at 1 January 2019:

	SR
Assets	
Right-of-use assets	1,497,250
Trade receivables and other assets	(78,638)
Total assets	**1,418,612**
Liabilities	
Lease liabilities, non-current	1,174,257
Trade payables and other liabilities (*)	244,355
Total liabilities	**1,418,612**

(*) current portion of lease liabilities is included under trade payables and other liabilities.

On adoption of IFRS 16, the Company has recognised lease liabilities and associated right-of-use assets in relation to contracts that have been concluded as leases under the principles of IFRS 16. The liabilities were measured at the present value of the remaining lease payments, discounted using the Company's incremental borrowing rate as of 1 January 2019. The associated right-of-use assets are measured at the amount equal to the lease liabilities, adjusted by the amount of prepayments relating to that lease recognised in the statement of financial position as at 31 December 2018. The weighted average lessee's incremental borrowing rate applied to the lease liabilities on 1 January 2019 was 5%.

The Company also applied the available practical expedients wherein it:

- Used a single discount rate to a portfolio of leases with reasonably similar characteristics
- Applied the short-term leases exemptions to leases with lease term that ends within 12 months at the date of initial application
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application
- Restoration costs for most the leases were considered to be negligible, except where reasonable information was available to assess and include such costs in determining lease liabilities
- Used hindsight in determining the lease term where the contract contains options to extend or terminate the lease

The following table shows reconciliation of operating lease commitments under IAS 17 to lease liabilities under IFRS 16 as at 1 January 2019:

	SR
Operating lease commitments disclosed as at 31 December 2018	310,500
Discounted using the Company's incremental borrowing rate of 5%	297,077
Add: contracts reassessed with optional extension periods not recognised as at 31 December 2018	1,121,535
Lease liabilities recognised as at 1 January 2019	**1,418,612**

Leases are recognised as right-of-use assets along with their corresponding liabilities at the date of which the leased assets are available for use by the Company. Each lease payment is allocated between the liability and finance cost. The finance cost is recognized in the interim condensed statement of comprehensive income over the lease term. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

4. CHANGES IN ACCOUNTING POLICIES (continued)

IFRS 16, Leases (continued)

Set out below, are the carrying amounts of the Company's right-of-use assets and lease liabilities and the movements during the six month period ended 30 June 2019:

	Right-of-use assets *SR*	*Lease Liabilities (*)* *SR*
As at 31 December 2018	1,497,250	1,418,612
Depreciation	(134,421)	-
Finance costs	-	34,590
Payments	-	(87,750)
As at 30 June 2019	**1,362,829**	**1,365,452**

(*) As at 30 June 2019, non-current portion of lease liabilities amounted to SR 1.0 million (current portion amounting to SR 0.3 million were included in trade payables and other liabilities).

Summary of new accounting policies
Set out below are the new accounting policies of the Company upon adoption of IFRS 16:

Right-of-use assets
Right-of-use assets are initially measured at cost comprising the amount of the initial measurement of lease liability, any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs, and restoration costs; if applicable.

Lease liabilities
Lease liabilities include, if applicable, the net present value of fixed payments (including in-substance fixed payments), less any lease incentives receivable, variable lease payment that are based on an index or a rate, amounts expected to be payable by the lessee under residual value guarantees, the exercise price of a purchase option if the lessee is reasonably certain to exercise that option, and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising that option.

Short-term leases
The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). Lease payments on short-term leases are recognised as expense on a straight-line basis over the lease term.

Extension and termination options
In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated). The Company assesses at lease commencement whether it is reasonably certain to exercise the extension options. The Company reassesses whether it is reasonably certain to exercise the options if there is a significant event or significant change in circumstances within control.

5. EARNINGS PER SHARE

Basic earnings per share is calculated based on the weighted average number of outstanding shares during the period.

Diluted earnings per share is calculated by adjusting the basic earnings per share for the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all diluted potential ordinary shares.

5. EARNINGS PER SHARE (continued)

	For the three month period ended 30 June		*For the six month period ended 30 June*	
	2019	*2018*	*2019*	*2018*
Income from main operations for the period (SR)	**19,754,264**	19,701,963	**38,010,924**	24,141,071
Net income for the period (SR)	**13,014,263**	12,961,072	**24,738,229**	11,814,589
Weighted average number of ordinary shares used as the denominator in calculating basic and diluted earnings per share (note 6)	**16,000,000**	16,000,000	**16,000,000**	16,000,000
Basic and diluted earnings per share of income from main operations for the period (SR)	**1.23**	1.23	**2.38**	1.51
Basic and diluted earnings per share of net income for the period (SR)	**0.81**	0.81	**1.55**	0.74

There has been no item of dilution affecting the weighted average number of ordinary shares.

6. SHARE CAPITAL

Capital is divided into 16,000,000 shares (31 December 2018: 16,000,000) of SR 10 each.

During 2018, the shareholders of the Company resolved to increase its capital to SR 160 million by transferring SR 85 million and SR 25 million from retained earnings and statutory reserve, respectively to share capital. The legal formalities required to enforce the increase of the share capital were completed during the year ended 31 December 2018.

On 24 April 2019, the shareholders of the Company sold 30% of the shares through an Initial Public Offering ("IPO"). Upon successful listing process, the said shares are part of trading in Saudi Stock Exchange "Tadawul".

7. DIVIDENDS

The Board of Directors in their meeting held on 13 Shawwal 1439H (corresponding to 27 June 2018) approved the distribution of interim dividends of SR 0.722 per share amounting to SR 11.6 million.

8. RELATED PARTY TRANSACTIONS AND BALANCES

During the three month and six month periods ended 30 June 2019 and 2018, the Company transacted with its related parties. The terms of those transactions are approved by management/Board of Directors in the ordinary course of business. The transactions during the periods are as follows:

	For the three month period ended 30 June		*For the six month period ended 30 June*	
	2019 ***SR***	*2018* *SR*	*2019* ***SR***	*2018* *SR*
Dividends paid to shareholders	-	34,491,978	**11,825,040**	43,552,171
Purchases from related parties	**41,964,012**	2,801,526	**47,693,462**	5,807,317
IPO costs incurred on behalf of shareholders (**)	**945,280**	-	**1,995,499**	-

8. RELATED PARTY TRANSACTIONS AND BALANCES (continued)

The following balances were outstanding with related parties at the reporting date:

Related party	*Relationship*	***30 June 2019 SR***	*31 December 2018 SR*
Amounts due from related parties:			
Electronic Maps Trading Company	Other related party	**7,316,897**	7,316,897
Shareholders (**)	Shareholders	**-**	4,989,051
Other	Other related party	**64,385**	548,524
		7,381,282	12,854,472
Amounts due to related parties:			
Electronic Maps Trading Company	Other related party	**34,310,466**	925,290
Esri Saudi Arabia Limited Company	Other related party	**10,872,976**	13,025,209
Edarat Telecommunication and Information Technology Company	Associate	**620,998**	-
Other	Other related party	**61,019**	-
		45,865,459	13,950,499

(**) Amounts due from the shareholders pertain to IPO costs which was agreed to be reimbursed by the shareholders upon successful listing process. On April 2019, total amount of SR 7.0 million has been reimbursed by the shareholders through the proceeds of the IPO.

As at 30 June 2019, outstanding dividends payable to the shareholders amounted to SR Nil (31 December 2018: SR 11.8 million).

Amounts due from/to related parties are included in trade receivables and other assets and trade payables and other liabilities, respectively.

The remuneration of key management personnel for the period are as follows:

	For the three month period ended 30 June		***For the six month period ended 30 June***	
	2019 SR	*2018 SR*	***2019 SR***	*2018 SR*
Salaries and short-term benefits	**1,310,439**	1,023,473	**2,530,230**	2,250,474
Employees' end-of-service benefits	**81,367**	82,202	**157,197**	137,013
	1,391,806	1,105,675	**2,687,427**	2,387,487

9. SHORT-TERM LOANS

Breakdown of the short-term loans are as follows:

	30 June 2019 SR	*31 December 2018 SR*
Murabaha facilities	**273,616,069**	256,867,689
Conventional facilities	**11,889,744**	10,104,281
	285,505,813	266,971,970

As at 30 June 2019, the Company did not comply with certain loan covenants of certain banks and which could result in terminating facilities from the banks amounting to SR 256 million. However, the Company was able to obtain waiver letters from the concerned banks in this regard.

10. CONTINGENT LIABILITIES

The Company had the following contingent liabilities as at the reporting date:

	30 June 2019 SR	*31 December 2018 SR*
Letters of credit	**15,080,894**	47,177,569
Letters of guarantee	**146,177,322**	146,872,671
	161,258,216	194,050,240

11. SEGMENT INFORMATION

The Company operates solely in KSA and has no geographical segment. For management purposes, the Company is organized into business units based on service provided and has the following reportable segments:

- Business Service Management Unit
- Solutions Unit
- Systems Unit
- Information Technology Security Unit
- Networking Unit
- Operation and Maintenance Unit

11. SEGMENT INFORMATION (continued)

The segments' financial details are shown below:

For the three month period ended 30 June 2019	***Business service management Unit SR***	***Solutions unit SR***	***Systems unit SR***	***Information technology security unit SR***	***Networking unit SR***	***Operation and maintenance unit SR***	***Corporate SR***	***Total SR***
Revenue from contracts	17,449,871	82,422,274	42,844,896	30,465,301	36,232,319	28,703,536	-	**238,118,197**
Direct costs	(10,561,796)	(71,327,582)	(38,148,336)	(26,737,558)	(31,582,651)	(23,916,635)	-	**(202,274,558)**
Income (loss) from main operations	5,247,578	8,459,296	2,778,345	2,021,921	2,457,725	3,156,129	(4,366,730)	**19,754,264**
Finance cost	(257,811)	(1,995,805)	(1,118,184)	(783,503)	(986,241)	(691,317)	-	**(5,832,861)**
Share in losses of associates, net								**(358,058)**
Finance income								**810,891**
Other income								**76,375**
Income before zakat								**14,450,611**
For the three month period ended 30 June 2018								
Revenue from contracts	39,942,577	61,204,876	58,323,222	39,376,034	33,300,598	41,276,434	-	273,423,741
Direct costs	(29,515,851)	(55,333,675)	(53,156,020)	(35,503,784)	(29,745,086)	(40,116,870)	-	(243,371,286)
Income (loss) from main operations	10,390,172	4,574,583	3,705,323	3,065,877	2,234,393	(598,982)	(3,669,403)	19,701,963
Finance cost	(723,100)	(1,074,784)	(1,192,884)	(727,861)	(648,647)	(858,995)	-	(5,226,271)
Share in losses of associates, net								(819,161)
Finance income								1,011,698
Other income								67,133
Income before zakat								14,735,362

11. SEGMENT INFORMATION (continued)

For the six month period ended 30 June 2019	*Business service management Unit SR*	*Solutions unit SR*	*Systems unit SR*	*Information technology security unit SR*	*Networking unit SR*	*Operation and maintenance unit SR*	*Corporate SR*	*Total SR*
Revenue from contracts	43,748,663	167,122,785	77,695,678	55,548,029	52,757,880	52,467,716	-	**449,340,751**
Direct costs	(28,962,925)	(146,735,747)	(68,741,586)	(48,220,939)	(45,303,389)	(44,960,367)	-	**(382,924,953)**
Income (loss) from main operations	12,088,560	15,824,803	6,093,824	4,639,563	4,322,386	4,508,565	(9,466,777)	**38,010,924**
Finance cost	(970,027)	(4,914,477)	(2,302,295)	(1,615,017)	(1,517,302)	(1,505,814)	-	**(12,824,932)**
Share in losses of associates, net								**(240,066)**
Finance income								**1,265,737**
Other income								**958,826**
Income before zakat								**27,170,489**
For the six month period ended 30 June 2018								
Revenue from contracts	45,665,953	99,222,609	79,314,751	60,957,786	47,956,807	62,402,174	-	395,520,080
Direct costs	(33,938,324)	(90,070,682)	(71,420,370)	(54,190,210)	(41,742,377)	(57,788,133)	-	(349,150,096)
Income (loss) from main operations	9,552,958	6,350,569	5,590,320	4,557,756	3,792,147	1,768,521	(7,471,200)	24,141,071
Finance cost	(885,440)	(2,349,916)	(1,863,336)	(1,413,806)	(1,089,046)	(1,507,675)	-	(9,109,219)
Share in losses of associates, net								(1,861,532)
Finance income								1,600,199
Other income								167,323
Income before zakat								14,937,842

11. SEGMENT INFORMATION (continued)

As at 30 June 2019	*Business service management unit SR*	*Solutions unit SR*	*Systems unit SR*	*Information technology security unit SR*	*Networking unit SR*	*Operation and maintenance unit SR*	*Corporate SR*	*Total SR*
Total assets	145,072,112	292,251,173	176,295,278	92,043,534	104,780,954	62,693,467	35,398,996	**908,535,514**
Total liabilities	45,213,629	240,250,201	108,066,015	98,221,632	70,925,330	106,544,637	18,081,434	**687,302,878**
As at 31 December 2018								
Total assets	132,111,671	198,790,596	203,292,192	98,759,410	81,233,860	63,652,387	119,536,093	897,376,209
Total liabilities	50,147,039	192,168,242	148,983,160	93,319,712	57,682,221	126,497,209	31,990,245	700,787,828

12. EVENTS SUBSEQUENT TO THE REPORTING DATE

No events have occurred subsequent to the balance sheet date which requires adjustment to, or disclosure, in these interim condensed financial statements.