

**QATAR FUEL COMPANY
(WOQOD) Q.S.C.**

**CONDENSED CONSOLIDATED
INTERIM FINANCIAL INFORMATION**

**AS AT AND FOR THE NINE MONTH PERIOD ENDED
30 SEPTEMBER 2016**

Qatar Fuel Company (WOQOD) Q.S.C.

Condensed consolidated interim financial information
As at and for the nine month period ended 30 September 2016

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Independent auditors' report on review of condensed consolidated interim financial information to the Board of Directors of Qatar Fuel Company (WOQOD) Q.S.C.

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Qatar Fuel Company (WOQOD) Q.S.C. (the "Company") as at 30 September 2016, the condensed consolidated statements of profit or loss, profit or loss and other comprehensive income, changes in equity and cash flows for the nine month period then ended, and notes to the condensed consolidated interim financial information.

The Board of Directors is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, "Interim Financial Reporting". 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 the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". 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 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 30 September 2016 is not prepared, in all material respects, in accordance with IAS 34, "Interim Financial Reporting".

Other matters

The condensed consolidated interim financial statements of the company as at 30 September 2015 were reviewed and the consolidated financial statements as at 31 December 2015 were audited by another auditor whose reports dated 26 October 2015 and 15 February 2016, respectively expressed unmodified conclusion / opinion on these financial statements.

27 October 2016
Doha
State of Qatar

Yacoub Hobeika
KPMG
Qatar Auditors' Registry Number 289


QATAR FUEL COMPANY (WOQOD) Q.S.C.

Condensed consolidated statement of financial position At 30 September 2016

In Qatari Riyals

		30 September 2016 (Reviewed)	31 December 2015 (Audited) (Restated)	1 January 2015 (Audited) (Restated)
	Note			
ASSETS				
Non-current assets				
Property, plant and equipment	5	1,655,882,646	1,492,264,318	1,394,326,296
Available for sale financial assets	6	1,712,442,049	1,647,258,919	1,406,239,626
Investment Property		931,767,760	967,875,178	172,345,726
Goodwill	7	132,935,132	132,935,132	132,935,132
Total non-current assets		4,433,027,587	4,240,333,547	3,105,846,780
Current assets				
Inventories	8	345,254,901	370,788,026	412,630,652
Due from related parties	12 (b)	488,672,080	360,702,302	211,626,415
Trade receivables	9	2,435,051,672	1,808,714,609	2,515,303,879
Prepayments and other receivables		538,731,617	440,771,106	284,958,006
Cash and banks		2,794,597,732	2,400,286,929	3,937,702,865
Total current assets		6,602,308,002	5,381,262,972	7,362,221,817
TOTAL ASSETS		11,035,335,589	9,621,596,519	10,468,068,597
EQUITY AND LIABILITIES				
EQUITY				
Share capital	10	912,161,250	844,593,750	844,593,750
Legal reserve		458,271,274	428,250,269	422,296,875
General reserve		30,078,234	30,078,234	30,078,234
Fair value reserve		118,019,084	138,561,858	267,400,889
Retained earnings		5,483,744,660	5,496,850,527	5,168,387,385
Equity attributable to equity holders of the parent		7,002,274,502	6,938,334,638	6,732,757,133
Non – controlling interests		242,962,704	271,288,186	255,458,524
TOTAL EQUITY		7,245,237,206	7,209,622,824	6,988,215,657
LIABILITIES				
Non-current liabilities				
Employees' end of service benefits		103,794,858	90,604,661	76,294,853
Total non-current liabilities		103,794,858	90,604,661	76,294,853
Current liabilities				
Trade and other payables		498,057,951	442,373,222	2,058,573,215
Due to related parties	12 (c)	3,188,245,574	1,878,995,812	1,344,984,872
Total current liabilities		3,686,303,525	2,321,369,034	3,403,558,087
TOTAL LIABILITIES		3,790,098,383	2,411,973,695	3,479,852,940
TOTAL EQUITY AND LIABILITIES		11,035,335,589	9,621,596,519	10,468,068,597

These condensed consolidated interim financial statements were approved by the Board of Directors and signed on its behalf by the following on 27 October 2016:


Shk. Saoud Bin Abdulrahman Al-Thani
Chairman


Eng. Ibrahim Al-Kuwari
Chief Executive Officer


Mr. Jaber Al-Hedfa
Chief Financial and
Administration Officer

The notes on pages 7 to 15 form an integral part of these condensed consolidated interim financial statements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Condensed consolidated statement of profit or loss For the nine month period ended 30 September 2016

In Qatari Riyals

	<i>Note</i>	For the nine month period ended 30 September	
		2016 (Reviewed)	2015 (Reviewed)
Revenues	13	9,678,198,355	9,582,245,093
Direct cost		(8,764,260,020)	(8,495,238,404)
Gross profit		913,938,335	1,087,006,689
General and administrative expenses		(878,946,541)	(716,742,048)
Other income		814,845,735	590,105,460
Net profit for the period		849,837,529	960,370,101
Attributable to:			
Owners of the company		777,049,513	884,872,241
Non-controlling interest		72,788,016	75,497,860
Net profit for the period		849,837,529	960,370,101
Basic earnings per share	14	8.52	9.70

The notes on pages 7 to 15 form an integral part of these condensed consolidated interim financial statements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.**Condensed consolidated statement of profit or loss and other comprehensive income
For the nine month period ended 30 September 2016**

In Qatari Riyals

	For the nine month period ended 30 September	
	2016	2015
	<i>(Reviewed)</i>	<i>(Reviewed)</i>
Net profit for the period	849,837,529	960,370,101
Other comprehensive income		
Net change in fair value of available for sale financial assets	(21,656,272)	(206,138,088)
Other comprehensive loss for the period	(21,656,272)	(206,138,088)
Total comprehensive income for the period	828,181,257	754,232,013
Attributable to:		
Owners of the company	756,506,739	686,570,912
Non-controlling interest	71,674,518	67,661,101
	828,181,257	754,232,013

The notes on pages 7 to 15 form an integral part of these condensed consolidated interim financial statements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

**Condensed consolidated statement of changes in equity
For the nine month period ended 30 September 2016**

	Attributable to the owners of the company							In Qatari Riyals
	Share capital	Legal reserve	General reserve	Fair value reserve	Retained earnings	Total	Non-controlling interests	
Balance at 1 January 2016 (Audited)	844,593,750	428,250,269	30,078,234	1,669,059	5,630,043,950	6,934,635,262	274,987,562	7,209,622,824
Effect of restatement (Note 17)	-	-	-	136,892,799	(133,193,423)	3,699,376	(3,699,376)	-
Balance at 1 January 2016 (Restated)	844,593,750	428,250,269	30,078,234	138,561,858	5,496,850,527	6,938,334,638	271,288,186	7,209,622,824
<i>Total comprehensive income for the period:</i>								
Net profit for the period	-	-	-	-	777,049,513	777,049,513	72,788,016	849,837,529
Other comprehensive loss for the period	-	-	-	(20,542,774)	-	(20,542,774)	(1,113,498)	(21,656,272)
Total comprehensive income for the period	-	-	-	(20,542,774)	777,049,513	756,506,739	71,674,518	828,181,257
Transfer to legal reserve	-	30,021,005	-	-	(30,021,005)	-	-	-
Bonus shares issued	67,567,500	-	-	-	(67,567,500)	-	-	-
Cash dividends paid for 2015 (Note 12)	-	-	-	-	(692,566,875)	(692,566,875)	-	(692,566,875)
Dividends paid to non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-
Balance at 30 September 2016 (Reviewed)	912,161,250	458,271,274	30,078,234	118,019,084	5,483,744,660	7,002,274,502	242,962,704	7,245,237,206
Balance at 1 January 2015	844,593,750	422,296,875	30,078,234	267,400,889	5,199,525,118	6,763,894,866	255,458,524	7,019,353,390
Effect of restatement	-	-	-	-	(31,137,733)	(31,137,733)	-	(31,137,733)
Balance at 1 January 2015 (Restated)	844,593,750	422,296,875	30,078,234	267,400,889	5,168,387,385	6,732,757,133	255,458,524	6,988,215,657
<i>Total comprehensive income for the period:</i>								
Net profit for the period	-	-	-	-	884,872,241	884,872,241	75,497,860	960,370,101
Other comprehensive income for the period	-	-	-	(198,301,329)	-	(198,301,329)	(7,836,759)	(206,138,088)
Total comprehensive income for the period	-	-	-	(198,301,329)	884,872,241	686,570,912	67,661,101	754,232,013
Cash dividends paid for 2014 (Note 12)	-	-	-	-	(760,134,375)	(760,134,375)	-	(760,134,375)
Dividends paid to non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-
Balance at 30 September 2015 (Reviewed)	844,593,750	422,296,875	30,078,234	69,099,560	5,293,125,251	6,659,193,670	251,119,625	6,910,313,295

The notes on pages 7 to 15 form an integral part of these condensed consolidated interim financial statements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

**Condensed consolidated statement of cash flows
For the nine month period ended 30 September 2016**

In Qatari Riyals

	Note	For the nine month period ended 30 September	
		2016 (Reviewed)	2015 (Reviewed)
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit for the period		849,837,529	960,370,101
<i>Adjustments for:</i>			
Depreciation on property, plant and equipment	5	136,440,470	125,862,913
Depreciation on investment properties		36,107,418	5,094,432
Impairment of property, plant and equipment	5	11,160,882	-
Impairment for bad and doubtful debts		21,896,581	-
Impairment for slow moving inventories		35,018,015	-
Provision for employees' for end of service benefits		17,322,516	16,594,011
Loss / (gain) on sale of property, plant and equipment		11,927,000	(13,240,864)
Gain on sale of available for sale investments		(12,451,843)	(44,295,424)
Dividend income		(72,561,243)	(82,497,124)
Interest income		(25,978,909)	(33,812,266)
		<u>1,008,718,416</u>	<u>934,075,779</u>
<i>Changes in:</i>			
- Inventories		(9,484,890)	58,009,268
- trade receivable and prepayments		(746,194,155)	754,351,371
- due from related parties		(127,969,778)	(306,685,729)
- due to related parties		1,309,249,762	(525,673,159)
- trade and other payables		55,684,729	126,932,095
Cash generated from operating activities		<u>1,490,004,084</u>	<u>1,041,009,625</u>
Employees' end of service benefits paid		(4,132,319)	(5,447,584)
Interest received		25,978,909	33,812,266
Net cash from operating activities		<u>1,511,850,674</u>	<u>1,069,374,307</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		3,639,745	50,170,000
Proceeds from sale of available for sale investments		417,964,726	434,644,916
Purchase of property, plant and equipment	5	(326,786,425)	(278,884,151)
Dividends received		72,561,243	82,497,124
Purchase of available for sale investments		(492,352,285)	(660,466,320)
Net cash used in investing activities		<u>(324,972,996)</u>	<u>(372,038,431)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid		(692,566,875)	(760,134,375)
Dividends paid to non-controlling interest		(100,000,000)	(72,000,000)
Net cash used in financing activities		<u>(792,566,875)</u>	<u>(832,134,375)</u>
Net increase / (decrease) in cash and cash equivalents		<u>394,310,803</u>	<u>(134,798,499)</u>
Cash and cash equivalents at 1 January		<u>2,400,286,929</u>	<u>3,937,702,865</u>
Cash and cash equivalents at 30 September		<u>2,794,597,732</u>	<u>3,802,904,366</u>

The notes on pages 7 to 15 form an integral part of these condensed consolidated interim financial statements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

1 REPORTING ENTITY

Qatar Fuel Q.S.C (WOQOD) (the "Company" or the "Parent") is a Qatari Public Shareholding Company formed in accordance with the Emiri Decree No 5 of 2002 on 10 February 2002 under the commercial registration No. 24872.

The principal activities of the Parent along with its subsidiaries ("the Group") are the sale, marketing and distribution of oil, gas and refined petroleum products, which are refined by and transferred from Qatar Petroleum, vehicle inspection services, marine bunkering, transportation activities of oil and gas between the ports and real estate services. The Group operates in the State of Qatar through its lines of business. The Group also established WOQOD International which is a with limited liability Company established to undertake foreign investments for the parent company.

Also the condensed consolidated interim financial statements include the financial information of the controlled subsidiaries listed below:

	Percentage of holding	
	2016	2015
Qatar Fuel Jet Company W.L.L.	60%	60%
WOQOD Vehicle Inspection Company ("FAHES") W.L.L.	100%	100%
WOQOD Marine Services Company W.L.L.	100%	100%
WOQOD International Company W.L.L.	100%	100%
WOQOD Kingdom Company W.L.L.	100%	100%
Ard Al Khaleej Real Estate W.L.L.	100%	100%

The interim condensed consolidated financial statements of the Qatar Fuel Q.S.C (WOQOD) (the "Company" or the "Parent") and its subsidiaries (collectively, the Group) for the nine month period ended 30 September 2016 were authorised for issue in accordance with a resolution of the Board of Directors on 27 October 2016.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standards ("IFRS") IAS 34 "Interim Financial Reporting". The condensed consolidated interim financial statements are prepared in Qatari Riyals, which is the Company's presentation functional currency.

These condensed consolidated interim financial statements 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 Company's financial position and performance since the last annual financial statements as at and for the year ended 31 December 2015. In addition, the results for the nine month period ended 30 September 2016 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2016.

b) Use of Judgments and estimates

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

The significant judgements made by Management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those that applied to financial statements as at and for the year ended 31 December 2015.

3 SIGNIFICANT ACCOUNTING POLICIES

a) Basis of measurement

These condensed consolidated interim financial statements have been prepared under the historical cost basis except for available-for-sale financial assets which have been measured at fair value.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

3 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

b) Significant accounting policies

The accounting policies applied in this condensed consolidated interim financial statements are the same as those applied in the Group's financial statements as at and for the year ended 31 December 2015, except for the adoption of the following amendments to standards with initial application of 1st January 2016.

- Amendments to IAS 1 on Disclosure Initiative
- Amendments to IAS 16 and IAS 38 on clarification of acceptable methods of depreciation and amortization
- Amendments to IAS 27 on equity method in Separate Financial Statements
- Amendments to IFRS 11 on accounting for acquisitions of interests in Joint Ventures
- Amendments to IFRS 10, IFRS 12 and IAS 28 on investment entities applying the consolidation exception
- IFRS 14 "Regulatory Deferral Accounts"
- Annual improvements to IFRSs 2012-2014 cycle

4 OPERATING SEGMENTS

The Group mainly operates in the areas of sale and distribution of refined petroleum products and technical inspection of vehicles. More than 95% of the Group's revenue is generated through sale and distribution of refined petroleum products.

The Company's geographical segment is inside Qatar only. An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. All operating segments' operating results are reviewed regularly by the Group's Managing Director to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

Segment results that are reported to the Chief Executive Officer include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets (primarily the Group's headquarters) and head office expenses.

<i>Nine months ended 30 September 2016 (Reviewed)</i>	<i>Refined petroleum products</i>	<i>Technical inspection of vehicles</i>	<i>Adjustment and eliminations</i>	<i>Consolidated</i>
Revenue	9,623,142,136	55,056,219	-	9,678,198,355
Inter-segment revenue	3,390,821,983	-	(3,390,821,983)	-
Total revenue	13,013,964,119	55,056,219	(3,390,821,983)	9,678,198,355
Reportable segment profit	976,938,999	21,906,489	(149,007,959)	849,837,529
<i>Nine months ended 30 September 2015 (Reviewed)</i>				
Revenue	9,534,725,277	47,519,816	-	9,582,245,093
Inter-segment revenue	3,784,886,995	-	(3,784,886,995)	-
Total revenue	13,319,612,272	47,519,816	(3,784,886,995)	9,582,245,093
Reportable segment profit	1,055,980,904	13,900,288	(109,511,091)	960,370,101

QATAR FUEL COMPANY (WOQOD) Q.S.C.

**Notes to the condensed consolidated interim financial statements
For the nine month period ended 30 September 2016**

In Qatari Riyals

4 OPERATING SEGMENTS (CONTINUED)

Reconciliation of profit

	For nine months ended 30 September	
	2016	2015
Segment Profit	999,837,529	1,069,881,192
Inter-company dividend	(150,000,000)	(109,511,091)
	849,837,529	960,370,101

Assets and Liabilities of operating segments

<i>Nine months ended 30 September 2016 (Reviewed)</i>	<i>Refined petroleum Products</i>	<i>Technical inspection of vehicles</i>	<i>Adjustment and eliminations</i>	<i>Consolidated 2016</i>
Segment assets	12,721,178,921	198,022,944	(1,883,866,276)	11,035,335,589
Segment Liabilities	5,411,341,258	28,925,401	(1,650,168,276)	3,790,098,383
<i>Year ended 31 December 2015 (Restated)</i>	<i>Refined petroleum Products</i>	<i>Technical inspection of vehicles</i>	<i>Adjustment and eliminations</i>	<i>Consolidated 2015</i>
Segment assets	11,253,288,512	172,209,625	(1,803,901,618)	9,621,596,519
Segment Liabilities	3,956,166,703	25,018,584	(1,569,211,592)	2,411,973,695

5 PROPERTY, PLANT AND EQUIPMENT

	30 September 2016 (Reviewed)	31 December 2015 (Audited) (Restated)
Cost:		
Balance at 1 January	2,543,488,269	2,274,561,389
Additions	326,786,425	306,286,786
Disposals	(31,822,076)	(36,717,906)
Write off	(46,930,954)	(642,000)
Balance as at the end of period / year	2,791,521,664	2,543,488,269
Depreciation:		
Balance at January	1,051,223,951	880,235,093
Depreciation charges for the period / year	136,440,470	171,441,815
Disposals	(16,255,331)	-
Related to write off	(35,770,072)	(452,957)
Balance as at the end of period / year	1,135,639,018	1,051,223,951
Net carrying amount	1,655,882,646	1,492,264,318

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

5 PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

- (i) The Group has received Government grants in the form of transferring non-monetary assets (Six plots of land located in the state of Qatar), during the years 2005 and 2006 for no consideration, for the purpose of constructing and operating petrol stations on these plots; for which the title deeds have been transferred from the Ministry of Municipality and Urban Planning to the Group, however the Group elected to account for these plots of lands for which the title deeds have been transferred to the Group at nominal value of QR 1.

Also as of 30 September 2016, the Group received a number of 56 plots of lands located in the State of Qatar from the Ministry of Municipality and Urban Planning, for the same purpose referred above for which title deeds have not been transferred yet from the Ministry of Municipality and Urban Planning.

6 AVAILABLE FOR SALE FINANCIAL ASSETS

	30 September 2016 (Reviewed)	31 December 2015 (Audited) (Restated)
Qatar Gas Transport Company Q.S.C.	460,210,030	414,651,503
Vodafone Qatar Company Q.S.C.	70,850	12,713,792
Industries Qatar Q.S.C.	29,598,430	155,236,941
Qatar Electricity and Water Company Q.S.C.	189,639,240	253,555,204
Ooredoo Q.S.C. (Formerly Known as Qatar Telecom (QTEL))	13,022,976	52,944,073
Qatar International Islamic Bank Q.S.C.	164,517,399	162,116,160
Qatar National Bank S.A.Q.	30,185,251	28,056,804
Doha Bank Q.S.C.	60,311,207	51,113,457
Commercial Bank of Qatar Q.S.C.	69,832,071	94,290,580
Mesaieed Petrochemical Holding Company Q.S.C.	4,970,889	866,250
Barwa Real State Q.S.C.	143,196,196	4,405,896
Qatar Islamic Insurance Q.S.C.	-	4,410
Al Khaleej Takaful Group Q.S.C.	27,597,485	31,059,927
Mazaiya Qatar Real Estate Development Q.S.C.	101,463,547	81,249,656
Qatar National Navigation & Transport Q.S.C.	70,470,396	16,854,900
Mannai Corporation Q.S.C.	46,872,516	16,195,854
ZAD Holding Q.S.C.	32,630,331	23,204,298
Qatar Industrial Manufacturing Company Q.S.C.	4,862,637	-
Investment in Sukuk	262,990,598	248,739,214
	<u>1,712,442,049</u>	<u>1,647,258,919</u>

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 (unadjusted) prices in active markets for identical assets or liabilities;

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly; and

Level 3: Techniques which use inputs which have a significant effect on the recorded fair values are not based on observable market data.

As at 30 September 2016 and 31 December 2015, the Group held the following classes of financial instruments measured at fair value:

Financial assets

	30 September 2016 (Reviewed)	Level 1	Level 2	Level 3
Available-for-sale financial assets	<u>1,712,442,049</u>	<u>1,712,442,049</u>	<u>-</u>	<u>-</u>
	31 December 2015 (Audited)(Restated)	Level 1	Level 2	Level 3
Available-for-sale financial assets	<u>1,647,258,919</u>	<u>1,647,258,919</u>	<u>-</u>	<u>-</u>

During the period/year ended 30 September 2016 and 31 December 2015, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

7 IMPAIRMENT

Goodwill

Goodwill is tested for impairment annually (as at 31 December) and when circumstances indicate the carrying value may be impaired. The Group's impairment test for goodwill and intangible assets with indefinite lives is based on value-in-use calculations. The key assumptions used to determine the recoverable amount for the different cash generating units were disclosed in the annual consolidated financial statements for the year ended 31 December 2015.

At 30 September 2016, the management has reviewed the assumptions that have been used for the Qatar Jet Fuel Company and FAHES, which are the cash-generating units to which the goodwill was allocated as at 31 December 2016 as shown below:

Q-Jet cash-generating unit

The Group used the cash generating unit's value in use to determine the recoverable amount which exceeded the carrying amount. The projected cash flows were updated to reflect the increased demand for jet fuel products. All other assumptions remained consistent with those disclosed in the most recent annual audited consolidated financial statements for the year ended 31 December 2015. As a result of the updated analysis, management did not identify impairment for this cash-generating unit to which goodwill of QR 57,700,022 is allocated.

FAHES cash-generating unit

The management has determined that the assumptions remained consistent with those disclosed and used in the most recent annual audited consolidated financial statements for the year ended 31 December 2015. As a result of the updated analysis, management did not identify impairment for this cash-generating unit to which goodwill of QR 75,235,110 is allocated.

Sensitivity to changes in assumptions

With regard to the assessment of value in use of the cash generating units, the management believes that no reasonably possible change in any of the above key assumptions would cause the carrying value of the unit to materially exceed its recoverable amount.

Available-for-sale financial assets

For available-for-sale financial assets, the Group assesses at each reporting date whether there is objective evidence that an investment or a group of investments is impaired. In the case of equity investments classified as available-for-sale, objective evidence would include a significant or prolonged decline in the fair value of the investment below its cost. The determination of what is 'significant' or 'prolonged' requires judgement. 'Significant' is evaluated against the original cost of the investment and 'prolonged' against the period in which the fair value has been below its original cost. The details of the fair value hierarchy are disclosed in Note 6.

8 INVENTORIES

	30 September 2016 (Reviewed)	31 December 2015 (Audited)
Jet fuel oil	55,308,904	66,698,641
Heavy fuel oil	59,887,104	59,887,104
Light gas fuel oil	58,376,230	58,489,388
Materials and spare parts	136,557,576	127,581,229
Refined fuel oil - premium grade	19,789,360	17,171,796
Refined fuel oil - super grade	21,572,440	12,186,145
Retail stores inventory	22,731,622	21,169,133
Diesel and petrol	6,738,987	8,293,897
	380,962,223	371,477,333
Less: impairment for slow moving inventories	(35,707,322)	(689,307)
	<u>345,254,901</u>	<u>370,788,026</u>

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

9 TRADE RECEIVABLES

	<i>30 September 2016 (Reviewed)</i>	<i>31 December 2015 (Audited)</i>
Trade receivables	2,458,784,102	1,810,550,458
Less: provision for bad and doubtful debts	(23,732,430)	(1,835,849)
	<u>2,435,051,672</u>	<u>1,808,714,609</u>

All of the receivables which are not impaired are either secured against bank guarantees or are due from government agencies.

10 SHARE CAPITAL

	<i>30 September 2016 (Reviewed)</i>	<i>31 December 2015 (Audited)</i>
Authorized 100,000,000 ordinary shares of QR 10 each	<u>1,000,000,000</u>	<u>1,000,000,000</u>
Issued ordinary shares 84,459,375 (2015: 84,459,375 shares) of QR 10 each	844,593,750	844,593,750
Bonus share 6,756,750 of QR 10 each	<u>67,567,500</u>	<u>-</u>
	<u>912,161,250</u>	<u>844,593,750</u>

11 DIVIDENDS

The shareholders of the company approved at the Annual General Assembly meeting held on 6 March 2016 a cash dividend of QR 8.2 per share to shareholders with a total amounting to QR 692,566,875 for the year ended 31 December 2015 in addition to the 8 bonus shares for each 100 shares held in the Company. (2014: the shareholders approved a cash dividend of QR 9 per share with a total amounting to QR 760,134,375).

12 RELATED PARTY DISCLOSURE

These represent transactions with related parties, i.e. shareholders, directors and senior management of the Company and the companies of which they have a significant influence on it. Pricing policies and terms of these transactions are approved by the Company's management.

a) Transactions made with related parties

Transactions with related parties included in the interim condensed consolidated statement of income are as follows:

	<i>30 September 2016 (Reviewed)</i>	<i>30 September 2015 (Reviewed)</i>
Qatar Petroleum / Purchases	<u>8,273,271,409</u>	<u>7,961,573,169</u>
Qatar Petroleum / Sales	<u>116,057,894</u>	<u>273,994,368</u>

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

12 RELATED PARTY DISCLOSURE (CONTINUED)

b) Due from related parties

	<i>30 September 2016 (Reviewed)</i>	<i>31 December 2015 (Audited)</i>
Ras Gas	27,850,755	15,115,068
Qatar Liquidated Gas Company Ltd	10,789,806	7,870,704
Gulf Helicopters	3,945,838	3,602,490
Gulf Drilling International	4,660,779	2,105,511
Qatar Aluminums	1,237,837	793,190
Qatar Steel Company	565,002	621,116
Qatar Petrochemical Company	1,706,384	931,182
Qatar Fuel Additives Company	2,308,134	1,428,504
Qatar Chemical Company Limited	989,473	1,349,236
Amwaj Catering Services	2,753,192	10,924,586
Qatar Fertilizer Company	141,276	-
Qatar Holding	53,412	53,412
Oryx GTL	10,405,352	2,234,530
Qatex Limited	989,397	1,264,500
Al-Shaheen Well Services Co.	11,970	154,915
Seef Limited	38,146	38,348
Gasal Company Q.S.C.	8,670	83,404
Qatar Petroleum	420,216,657	312,131,606
	488,672,080	360,702,302

c) Due to related parties

	<i>30 September 2016 (Reviewed)</i>	<i>31 December 2015 (Audited)</i>
Qatar Petroleum	3,188,245,574	1,878,969,692
Qatar Fertiliser Company ("QAFCO") Q.S.C.C.	-	26,120
	3,188,245,574	1,878,995,812

d) Compensation to key management personnel

	<i>Nine months ended 30 September 2016 (Reviewed)</i>	<i>2015 (Reviewed)</i>
Salaries and other short term benefits and post-employment benefits	14,986,956	8,186,229

13 REVENUES

	<i>Nine months ended 30 September 2016 (Reviewed)</i>	<i>2015 (Reviewed)</i>
Sales of refined petroleum products	7,813,869,155	8,273,541,437
Sales of petrol stations	1,804,045,576	1,251,916,216
Revenues from inspection services	55,056,219	46,757,450
Sales of lubricants and supplies	5,227,405	10,029,990
	9,678,198,355	9,582,245,093

QATAR FUEL COMPANY (WOQOD) Q.S.C.

Notes to the condensed consolidated interim financial statements For the nine month period ended 30 September 2016

In Qatari Riyals

14 BASIC EARNING PER SHARE

Basic earnings per share is calculated by dividing the net profit for the period attributable to the owners of the Company by the weighted average number of ordinary outstanding shares during the period as follows:

	Nine month period ended 30 September	
	2016 (Reviewed)	2015 (Reviewed)
Profit for the period attributable to the owners of the Company	777,049,513	884,872,241
Weighted average number of shares outstanding during the period	91,216,125	91,216,125
Basic earnings per share	8.52	9.70

Basic earnings per share for the period ended 30 September 2015 before retroactive restatement for the bonus shares issued amounted to QR 10.48 per share.

15 CONTINGENT LIABILITIES

	30 September 2016 (Reviewed)	31 December 2015 (Audited)
Bank Guarantee	4,530,489	125,255
Letters of credit	685,301	1,200,397

16 CAPITAL COMMITMENTS

	30 September 2016 (Reviewed)	31 December 2015 (Audited)
Construction of petrol stations	286,195,159	386,885,485

17 RESTATEMENT OF PRIOR YEAR BALANCES

Available-for-sale financial assets represent investments in shares of listed entities on the Qatar Exchange. The restatement is the result of significant decline in the market value of shares, which satisfied the conditions for impairment losses to be recognized in profit or loss account as at 31 December 2015, in accordance with IAS 39 "Financial Instruments: Recognition and Measurement". The Company recognized this decline in fair value reserve account rather than charging it to profit or loss account in the previous year. As a result, the financial statements of the previous year has been restated to reflect the impact of impairment loss in the available for sale financial assets in the following accounts.

Property, plant and equipment of the Company includes a building which is partly used for Company's own use and partly for generating rental income. The part of the building generating rental income is material and separately identifiable, which satisfies the criteria to be recognized as Investment Property in accordance with IAS 40 "Investment Properties". The restatement is the result of reclassifying part of building from property, plant and equipment to investment properties at net book value.

Property, plant and equipment of the Company includes a buildings of petrol stations which is partly used for partly for generating rental income. The parts of the petrol stations rental income is material and separately identifiable, which satisfies the criteria to be recognized as Investment Property in accordance with IAS 40 "Investment Properties". The restatement is the result of reclassifying part of building from property, plant and equipment to investment properties at net book value.

Statement of financial position	As previously reported	Adjustment	Restated balance as at 31 December 2015
Property, plant and equipment	1,657,631,886	(165,367,568)	1,492,264,318
Investment properties	802,507,610	165,367,568	967,875,178
Fair value reserve	1,669,059	136,892,799	138,561,858
Retained earnings	5,630,043,950	(133,193,423)	5,496,850,527
Non - controlling interest	274,987,562	(3,699,376)	271,288,186

QATAR FUEL COMPANY (WOQOD) Q.S.C.

**Notes to the condensed consolidated interim financial statements
For the nine month period ended 30 September 2016**

18 COMPARATIVE Figures

Comparative figures for the previous period / year has been reclassified, where necessary, in order to conform to the current period's presentation. However, such reclassifications did not have any effect on the net profit or equity of the comparative period / year except the impact from the adjustment for correction of prior year adjustment disclosed.

شركة قطر للوقود (وقود) ش.م.ق.

بيان المركز المالي المختصر الموحد

في ٣٠ سبتمبر ٢٠١٦

بالريال القطري

١ يناير ٢٠١٥ (مدققة) (معدلة)	٣١ ديسمبر ٢٠١٥ (مدققة) (معدلة)	٣٠ سبتمبر ٢٠١٦ (مراجعة)	إيضاح	الموجودات
				الموجودات غير المتداولة
١,٣٩٤,٣٢٦,٢٩٦	١,٤٩٢,٢٦٤,٣١٨	١,٦٥٥,٨٨٢,٦٤٦	٥	ممتلكات والآلات ومعدات
١,٤٠٦,٢٣٩,٦٢٦	١,٦٤٧,٢٥٨,٩١٩	١,٧١٢,٤٤٢,٠٤٩	٦	موجودات مالية متاحة للبيع
١٧٢,٣٤٥,٧٢٦	٩٦٧,٨٧٥,١٧٨	٩٣١,٧٦٧,٧٦٠		استثمارات عقارية
١٣٢,٩٣٥,١٣٢	١٣٢,٩٣٥,١٣٢	١٣٢,٩٣٥,١٣٢	٧	شهرة
٣,١٠٥,٨٤٦,٧٨٠	٤,٢٤٠,٣٣٣,٥٤٧	٤,٤٣٣,٠٢٧,٥٨٧		إجمالي الموجودات غير المتداولة
				الموجودات المتداولة
٤١٢,٦٣٠,٦٥٢	٣٧٠,٧٨٨,٠٢٦	٣٤٥,٢٥٤,٩٠١	٨	مخزون
٢١١,٦٢٦,٤١٥	٣٦٠,٧٠٢,٣٠٢	٤٨٨,٦٧٢,٠٨٠	١٢ (ب)	مستحق من أطراف ذات علاقة
٢,٥١٥,٣٠٣,٨٧٩	١,٨٠٨,٧١٤,٦٠٩	٢,٤٣٥,٠٥١,٦٧٢	٩	ذمم تجارية مدينة
٢٨٤,٩٥٨,٠٠٦	٤٤٠,٧٧١,١٠٦	٥٣٨,٧٣١,٦١٧		مدفوعات مقدما وذمم مدينة أخرى
٣,٩٣٧,٧٠٢,٨٦٥	٢,٤٠٠,٢٨٦,٩٢٩	٢,٧٩٤,٥٩٧,٧٣٢		نقد وأرصدة لدى البنوك
٧,٣٦٢,٢٢١,٨١٧	٥,٣٨١,٢٦٢,٩٧٢	٦,٦٠٢,٣٠٨,٠٠٢		إجمالي الموجودات المتداولة
١٠,٤٦٨,٠٦٨,٥٩٧	٩,٦٢١,٥٩٦,٥١٩	١١,٠٣٥,٣٣٥,٥٨٩		إجمالي الموجودات
				حقوق الملكية والمطلوبات
				حقوق الملكية
٨٤٤,٥٩٣,٧٥٠	٨٤٤,٥٩٣,٧٥٠	٩١٢,١٦١,٢٥٠	١٠	رأس المال
٤٢٢,٢٩٦,٨٧٥	٤٢٨,٢٥٠,٢٦٩	٤٥٨,٢٧١,٢٧٤		احتياطي قانوني
٣٠,٠٧٨,٢٣٤	٣٠,٠٧٨,٢٣٤	٣٠,٠٧٨,٢٣٤		احتياطي عام
٢٦٧,٤٠٠,٨٨٩	١٣٨,٥٦١,٨٥٨	١١٨,٠١٩,٠٨٤		احتياطي القيمة العادلة
٥,١٦٨,٣٨٧,٣٨٥	٥,٤٩٦,٨٥٠,٥٢٧	٥,٤٨٣,٧٤٤,٦٦٠		أرباح متدورة
٦,٧٣٢,٧٥٧,١٣٣	٦,٩٣٨,٣٣٤,٦٣٨	٧,٠٠٢,٢٧٤,٥٠٢		إجمالي حقوق الملكية المنسوبة
٢٥٥,٤٥٨,٥٢٤	٢٧١,٢٨٨,١٨٦	٢٤٢,٩٦٢,٧٠٤		لمساهمي الشركة الأم
٦,٩٨٨,٢١٥,٦٥٧	٧,٢٠٩,٦٢٢,٨٢٤	٧,٢٤٥,٢٣٧,٢٠٦		حصص غير مسيطرة
				إجمالي حقوق الملكية
				المطلوبات
				المطلوبات غير المتداولة
٧٦,٢٩٤,٨٥٣	٩٠,٦٠٤,٦٦١	١٠٣,٧٩٤,٨٥٨		مكافآت نهاية الخدمة للموظفين
٧٦,٢٩٤,٨٥٣	٩٠,٦٠٤,٦٦١	١٠٣,٧٩٤,٨٥٨		إجمالي المطلوبات غير المتداولة
				المطلوبات المتداولة
٢,٠٥٨,٥٧٣,٢١٥	٤٤٢,٣٧٣,٢٢٢	٤٩٨,٠٥٧,٩٥١		ذمم تجارية دائنة وذمم دائنة أخرى
١,٣٤٤,٩٨٤,٨٧٢	١,٨٧٨,٩٩٥,٨١٢	٣,١٨٨,٢٤٥,٥٧٤	١٢ (ج)	مستحق لأطراف ذات علاقة
٣,٤٠٣,٥٥٨,٠٨٧	٢,٣٢١,٣٦٩,٠٣٤	٣,٦٨٦,٣٠٣,٥٢٥		إجمالي المطلوبات المتداولة
٣,٤٧٩,٨٥٢,٩٤٠	٢,٤١١,٩٧٣,٦٩٥	٣,٧٩٠,٠٩٨,٣٨٣		إجمالي المطلوبات
١٠,٤٦٨,٠٦٨,٥٩٧	٩,٦٢١,٥٩٦,٥١٩	١١,٠٣٥,٣٣٥,٥٨٩		إجمالي حقوق الملكية والمطلوبات

اعتمد مجلس الإدارة هذه المعلومات المالية المختصرة الموحدة المرحلية بتاريخ ٢٧ أكتوبر ٢٠١٦ ووقع عليها نيابة عن المجلس:



السيد / جابر الهدفة
رئيس القطاع المالي
والإداري



المهندس / إبراهيم الكواري
الرئيس التنفيذي



سعادة الشيخ / سعود بن عبد الرحمن آل ثاني
رئيس مجلس الإدارة

تشكل الإيضاحات في الصفحات من ٧ إلى ١٥ جزءاً لا يتجزأ من هذه المعلومات المالية المختصرة الموحدة المرحلية.