

**AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
DOHA – STATE OF QATAR**

**INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED
FEBRUARY 28, 2022
TOGETHER WITH
INDEPENDENT AUDITOR'S REVIEW REPORT**

AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
DOHA – STATE OF QATAR

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022

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INDEPENDENT AUDITOR'S REPORT ON REVIEW OF FINANCIAL INFORMATION

**TO THE SHAREHOLDERS
AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
DOHA – STATE OF QATAR**

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Al Faleh Educational Holding – Q.P.S.C. (the "Company") and its subsidiaries (together referred herein as "Group") as of February 28, 2022, comprising of the interim consolidated statement of financial position as of February 28, 2022 and related interim consolidated statements of profit or loss and other comprehensive income, interim consolidated statement of changes in Shareholders' equity and interim consolidated statement of cash flows for the six-month period then ended, and related explanatory notes.

Management responsibility for the interim condensed consolidated financial statements

The management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34 Interim Financial Reporting ("IAS 34"). 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 Engagement 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of the interim financial information consists of making inquiries, primarily of persons responsible for the 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.

Other matter

The accompanying consolidated financial statements of the Group as at and for the year ended August 31, 2021 were audited by another independent auditor whose reported dated November 10, 2021 expressed a opinion on those consolidated financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material aspects, in accordance with IAS 34.

**For Russell Bedford & Partners
Certified Public Accountants**



Hani Mukhaimer
Qatar Auditor's Registry No. (275)
QFMA License No. (1202013)




**Doha – Qatar
April 21, 2022**

AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
DOHA – STATE OF QATAR

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS OF FEBRUARY 28, 2022

	Notes	February 28, 2022 QAR (Reviewed)	August 31, 2021 QAR (Audited)
ASSETS:			
Non-current assets:			
Property and equipment	4	79,387,918	79,759,604
Intangible assets and goodwill	5	226,196,060	227,920,893
Right-of-use assets	6	38,608,709	38,071,062
Total non-current assets		344,192,687	345,751,559
Current assets:			
Inventories		1,085,226	1,036,395
Accounts receivable and other debit balances	7	12,448,040	8,641,634
Cash and bank balances	8	9,099,323	9,205,252
Total current assets		22,632,589	18,883,281
TOTAL ASSETS		366,825,276	364,634,840
SHAREHOLDERS' EQUITY AND LIABILITIES:			
Shareholders' equity:			
Share capital		240,000,000	240,000,000
Capital contribution		817,013	817,013
Legal reserve		3,517,919	3,517,919
Other reserves		309,558	-
Retained earnings		4,442,030	2,626,125
Total shareholders' equity		249,086,520	246,961,057
Non-current liabilities:			
Loans and borrowings	9	17,462,667	24,479,979
Lease liability	10	15,054,277	28,836,871
Provision for employees' end of service benefits	11	2,936,401	2,548,053
Total non-current liabilities		35,453,345	55,864,903
Current liabilities:			
Loans and borrowings	9	10,777,506	9,362,539
Bank overdraft	8	3,079,062	1,754,604
Due to related parties	12	150,000	300,000
Accounts payable and other credit balances	13	43,013,207	39,878,473
Unclaimed dividends		133,747	-
Current income tax liabilities		-	180,077
Lease liability	10	25,131,889	10,333,187
Total current liabilities		82,285,411	61,808,880
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES		366,825,276	364,634,840

The Chief Executive Officer and the Chief Financial Officer attest the accuracy and completeness of the condensed consolidated interim financial statement as at and for the six months ended February 28, 2022.


.....
Shiekha Anwar Nawaf N. A. Al-Thani
Chief Executive Officer


.....
Ashwini Kumar Ghanshyam Darak
Chief Financial Officer

These condensed consolidated interim financial statements were approved by the Board of Directors and signed on its behalf by the following on April 21, 2022:


.....
Shiekha Aisha Bint Faleh Al-Thani
Chairperson



The accounting policies and notes as set out in pages 05 to 14 form an integral part of these interim condensed consolidated financial statements.

AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
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**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022**

	Notes	Six months period ended February 28,	
		2022	2021
		QAR (Reviewed)	QAR (Reviewed)
Fees	14	65,895,658	62,313,793
Other income		192,034	129,626
Book expense		(1,932,978)	(1,598,995)
General and administrative expenses	15	(47,677,741)	(36,928,012)
Amortization on right-of-use assets		(6,576,564)	(5,276,647)
Depreciation on property and equipment		(1,127,562)	(4,796,154)
Amortization of intangible assets		(1,724,834)	(3,845,260)
Operating profit for the period		7,048,013	9,998,351
Finance costs		(2,832,108)	(1,912,755)
Net profit for the period		4,215,905	8,085,596
Other comprehensive income		-	-
Total comprehensive income for the period		4,215,905	8,085,596

The accounting policies and notes as set out in pages 05 to 14 form an integral part of these interim condensed consolidated financial statements.



AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
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**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022**

	<u>Share capital</u> QAR	<u>Capital contribution</u> QAR	<u>Legal reserve</u> QAR	<u>Other reserves</u> QAR	<u>Retained earnings</u> QAR	<u>Total</u> QAR
Balance at August 31, 2020 (Audited)	10,000,000	270,018,246	2,279,689	-	18,072,542	300,370,477
Net profit for the period	-	-	-	-	8,085,596	8,085,596
Other comprehensive income	-	-	-	-	-	-
Transferred from capital contribution	230,000,000	(230,000,000)	-	-	-	-
Capital contribution refund	-	(39,201,233)	-	-	-	(39,201,233)
Dividends distribution	-	-	-	-	(23,288,859)	(23,288,859)
Balance at February 28, 2021 (Reviewed)	<u>240,000,000</u>	<u>817,013</u>	<u>2,279,689</u>	<u>-</u>	<u>2,869,279</u>	<u>245,965,981</u>
Balance at August 31, 2021 (Audited)	240,000,000	817,013	3,517,919	-	2,626,125	246,961,057
Net profit for the period	-	-	-	-	4,215,905	4,215,905
Other comprehensive income	-	-	-	-	-	-
Dividend payment	-	-	-	-	(2,400,000)	(2,400,000)
Transferred to other reserves	-	-	-	309,558	-	309,558
Balance at February 28, 2022 (Reviewed)	<u>240,000,000</u>	<u>817,013</u>	<u>3,517,919</u>	<u>309,558</u>	<u>4,442,030</u>	<u>249,086,520</u>

The accounting policies and notes as set out in pages 05 to 14 form an integral part of these interim condensed consolidated financial statements.



AL FALEH EDUCATIONAL HOLDING – Q.P.S.C.
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INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022

	Notes	Six months period ended	
		February 28,	
		2022	2021
		QAR	QAR
<u>Cash flows from operating activities:</u>			
Net profit for the period		4,215,905	8,085,596
Adjustments for:			
Depreciation of property and equipment	4	1,127,562	5,276,647
Amortization on intangible assets	5	1,724,834	4,796,154
Amortization on right-of-use assets	6	6,576,564	3,845,260
Provisions and employees' end of service benefits	11	484,890	(175,291)
Finance costs		2,832,108	1,912,755
Operating income before changes in working capital		16,961,863	23,741,121
Changes in:			
Inventories		(48,831)	(199,539)
Accounts receivable and other debit balances		(3,806,406)	(4,922,921)
Accounts payable and other credit balances		3,444,291	5,233,302
Unclaimed dividends		133,747	-
Due to related parties		(150,000)	-
Cash generated from operating activities		16,534,664	23,851,963
Income taxes paid		(180,077)	-
Employees' end of service benefits paid	11	(96,542)	(118,090)
Interest paid		(2,821,127)	(1,338,331)
Net cash generated from operating activities		13,436,918	22,395,542
<u>Cash flows from investing activities</u>			
Acquisition of property and equipment	4	(755,876)	(1,225,230)
Net cash used in investing activities		(755,876)	(1,225,230)
<u>Cash flows from financing activities</u>			
Dividends distribution		(2,400,000)	(10,849,986)
Repayment of lease liabilities		(6,109,084)	(4,926,510)
Repayment of loans and borrowings		(5,602,345)	(1,005,652)
Net cash used in financing activities		(14,111,429)	(16,782,148)
Net (decrease)/increase in cash and cash equivalents		(1,430,387)	4,388,164
Cash and cash equivalents - Balance at beginning of year	8	6,797,648	1,556,607
Cash and cash equivalents - Balance at February 28,	8	5,367,261	5,944,771

The accounting policies and notes as set out in pages 05 to 14 form an integral part of these interim condensed consolidated financial statements.



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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022**

1. THE GROUP FORMATION AND ACTIVITIES:

Al Faleh Educational Holding – Q.P.S.C. (the “Company” or “Parent Company”) and its subsidiaries (together referred herein as “Group”) is a public shareholding company incorporated in the State of Qatar under commercial registration no. 71150. Sheikha Aisha Bint Faleh Al Thani is the ultimate controlling party. The Parent Company’s registered address is 22 Duail Street, Al Waab, Doha, State of Qatar.

The Group is primarily engaged in running kindergartens, primary, preparatory, secondary schools for education and providing university education.

The Company had the following subsidiaries registered in State of Qatar, as at the current and the comparative reporting dates:

NAME OF SUBSIDIARY	PRINCIPAL ACTIVITY	OWNERSHIP INTEREST AS OF FEBRUARY 28,	
		2022	2021
Doha International Kindergarten – W.L.L.	Kindergarten	100%	100%
Doha Academy – W.L.L.	Kindergarten, primary, preparatory and secondary education.	100%	100%
Al Faleh Group for Educational and Academic Services – W.L.L.	Educational activities including university education.	100%	100%
AFG College with the University of Abardeen – W.L.L.	University education	100%	100%

The accompanying interim condensed consolidated financial statements of the Company as at February 28, 2022 comprises the Company and its subsidiaries (together referred herein as the “Group” and individually as the “Group entities”).

2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS:

2 a) New and amended IFRS and IFRIC Interpretations effective in 2021:

The accounting policies used in the preparation of the Company financial statements are consistent with those used in the preparation of the financial statements for the year ended August 31, 2021, except for the adoption of new and amended standards and interpretations effective as noted below:

TOPIC	EFFECTIVE DATE
Amendments to IAS 1 “Classification of Liabilities as Current or Non-Current”	January 01, 2022
Amendments to IFRS 3 “Reference to the Conceptual Framework”	January 01, 2022
Amendments to IAS 16 “Property, Plant and Equipment — Proceeds before Intended Use”	January 01, 2022
Amendments to IAS 37 “Onerous Contracts — Cost of Fulfilling a Contract”	January 01, 2022
Annual Improvements to IFRS Standards 2018–2020 “Amendments to IFRS 1, IFRS 9, IFRS 16 and IAS 41”	January 01, 2022

2 b) Standards issued but not yet effective:

A number of new standards and amendments to standards are effective for annual periods beginning after September 01, 2022. However, the Company has not applied the following new or amended standards in preparing these financial statements:

TOPIC	EFFECTIVE DATE
IFRS 17 “Insurance Contracts”	January 01, 2023



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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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**2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS
(CONTINUED):**

2 b) Standards issued but not yet effective (Continued):

TOPIC	EFFECTIVE DATE
Amendments to IAS 1 and IFRS Practice Statement 2 "Disclosure of Accounting Policies"	January 01, 2023
Amendments to IAS 8 "Definition of Accounting Estimates"	January 01, 2023

Management does not expect that the adoption of the above new and amended standards will have a significant impact on the Group's financial statement.

3. SIGNIFICANT ACCOUNTING POLICIES:

3 a) Basis of preparation

The interim condensed consolidated financial statements for the six months period ended February 28, 2022 have been prepared in accordance with IAS 34 – "Interim Financial Reporting" and the applicable provisions of Qatar Commercial Companies Law No. 11 of the year 2015, under the historical cost convention except for certain financial instruments which are stated at fair value.

The interim condensed consolidated financial statements are presented in Qatari Riyals ("QAR"), which is the Group's functional and presentation currency. Except otherwise indicated, financial information presented in QAR has been rounded to the nearest riyal.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at August 31, 2021. In addition, results for the six months period ended February 28, 2022 are not necessarily indicative of the result that may be expected for the financial year ending August 31, 2022.

The accounting policies adopted in preparation of the interim condensed consolidated financial statements are in consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended August 31, 2021. However, there is revision in the estimated useful life of assets as giving below:

Property and equipment

i) Depreciation

The estimated useful life for the current and comparative years as follows:

SR. NO.	ASSETS	REVISED LIFE, NO. OF YEARS	PREVIOUS LIFE, NO. OF YEARS
1	Budlings	40	20
2	Lease Hold Improvements to Buildings	8-10	4-5
3	Furniture & Fixtures	10-13	5-6
4	Tools & Equipments	10	5
5	Computers & Softwares	6	3
6	Library Resources	8	4
7	Vehicles	10	5



NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022

3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):

3 a) Basis of preparation (Continued)

Intangible assets and goodwill

i) *Amortization*

The estimated useful life for the current and comparative years as follows:

TYPE	FOR THE SIX MONTHS PERIOD ENDED FEBRUARY 28, 2022	FOR THE YEAR ENDED AUGUST 31, 2021
Learners' enrolments	14 - 26	7-13 years
Franchise rights	40 years	20 years



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4. PROPERTY AND EQUIPMENT:

	Buildings QAR	Machinery, and equipment	Computer and equipment	Motor vehicles QAR	Furniture, and fixtures QAR	Sign boards QAR	Leasehold Improvements QAR	Learning resources QAR	Capital work in progress QAR	Total QAR
Cost:										
Balance at August 31, 2020 (Audited)	98,565,715	5,058,889	5,544,068	3,001,703	9,863,599	121,625	8,283,186	3,031,206	-	133,469,991
Additions	-	6,700	250,984	-	430,432	5,987	303,136	738,263	3,074,285	4,809,787
Transfers	-	-	-	-	-	148,349	-	(148,349)	-	-
Disposals	-	-	-	-	-	-	-	(58,384)	-	(58,384)
Balance at August 31, 2021 (Audited)	98,565,715	5,065,589	5,795,052	3,001,703	10,294,031	275,961	8,586,322	3,562,736	3,074,285	138,221,394
Additions	-	-	325,334	-	81,948	-	63,091	97,103	188,400	755,876
Balance at February 28, 2022 (Reviewed)	98,565,715	5,065,589	6,120,386	3,001,703	10,375,979	275,961	8,649,413	3,659,839	3,262,685	138,977,270
Accumulated depreciation:										
Balance at August 31, 2020 (Audited)	22,156,257	4,705,654	4,990,708	2,745,332	7,716,687	121,624	5,319,425	1,666,434	-	49,422,121
Depreciation	5,490,500	177,314	435,624	91,705	827,692	38,584	1,309,222	683,623	-	9,054,264
Transfers	-	-	-	-	-	57,750	-	(57,750)	-	-
Disposals	-	-	-	-	-	-	-	(14,595)	-	(14,595)
Balance at August 31, 2021 (Audited)	27,646,757	4,882,968	5,426,332	2,837,037	8,544,379	217,958	6,628,647	2,277,712	-	58,461,790
Depreciation	579,220	14,819	43,622	12,040	105,059	5,184	260,615	107,003	-	1,127,562
Balance at February 28, 2022 (Reviewed)	28,225,977	4,897,787	5,469,954	2,849,077	8,649,438	223,142	6,889,262	2,384,715	-	59,589,352
Net book value:										
At August 31, 2021 (Audited)	70,918,958	182,621	368,720	164,666	1,749,652	58,003	1,957,675	1,285,024	3,074,285	79,759,604
At February 28, 2022 (Reviewed)	70,339,738	167,802	650,432	152,626	1,726,541	52,819	1,760,151	1,275,124	3,262,685	79,387,918



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5. INTANGIBLE ASSETS AND GOODWILL:

This comprises of the following intangible assets and goodwill acquired in the prior years through business combination:

	February 28, 2022	August 31, 2021
	QAR (Reviewed)	QAR (Audited)
Goodwill	96,520,330	96,520,330
Trademark	17,210,000	17,210,000
Learners enrolment (Note 5 a)	16,254,040	16,660,905
Franchise rights (Note 5 a)	96,211,690	97,529,658
Balance at	226,196,060	227,920,893

5 a) Amortization of intangible assets with finite useful life:

	Learners enrolment	Franchise rights	Total
	QAR	QAR	QAR
Cost:			
Balance at August 31, 2020 (Audited)	22,597,000	115,306,000	137,903,000
Balance at August 31, 2021 (Audited)	22,597,000	115,306,000	137,903,000
Balance at February 28, 2022 (Reviewed)	22,597,000	115,306,000	137,903,000
Accumulated amortization and impairment losses:			
Balance at August 31, 2020 (Audited)	4,010,875	12,011,042	16,021,917
Amortization	1,925,220	5,765,300	7,690,520
Balance at August 31, 2021 (Audited)	5,936,095	17,776,342	23,712,437
Amortization	406,865	1,317,968	1,724,833
Balance at February 28, 2022 (Reviewed)	6,342,960	19,094,310	25,437,270
Carrying amounts:			
At August 31, 2021 (Audited)	16,660,905	97,529,658	114,190,563
At February 28, 2022 (Reviewed)	16,254,040	96,211,690	112,465,730

6. RIGHT-OF-USE ASSETS:

	Land	Building	Total
	QAR	QAR	QAR
Cost:			
Balance at August 31, 2020 (Audited)	6,545,456	73,601,587	80,147,043
Additions	-	4,678,577	4,678,577
Terminations	-	(135,265)	(135,265)
Modifications	-	(27,965,429)	(27,965,429)
Balance at August 31, 2021 (Audited)	6,545,456	50,179,470	56,724,926
Modifications	-	6,214,471	6,214,471
Balance at February 28, 2022 (Reviewed)	6,545,456	56,393,941	62,939,397



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6. RIGHT-OF-USE ASSETS (CONTINUED):	<u>Land</u> QAR	<u>Building</u> QAR	<u>Total</u> QAR
Accumulated amortization and impairment losses:			
Balance at August 31, 2020 (Audited)	288,882	11,101,861	11,390,743
Depreciation	289,946	10,889,944	11,179,890
Terminations	-	(125,603)	(125,603)
Modifications	-	(3,791,166)	(3,791,166)
Balance at August 31, 2021 (Audited)	578,828	18,075,036	18,653,864
Depreciation	289,946	6,286,618	6,576,564
Modifications	-	(899,740)	(899,740)
Balance at February 28, 2022 (Reviewed)	868,774	23,461,914	24,330,688
Carrying amounts:			
At August 31, 2021 (Audited)	5,966,628	32,104,434	38,071,062
At February 28, 2022 (Reviewed)	5,676,682	32,932,027	38,608,709
7. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES:			
	<u>February 28,</u> 2022 QAR (Reviewed)	<u>August 31,</u> 2021 QAR (Audited)	
Accounts receivable			
Accounts receivable and notes receivables	11,956,222	5,137,894	
Less: Allowance for impairment of receivables	(2,838,987)	(1,964,993)	
Net accounts receivable	9,117,235	3,172,901	
Other receivables			
Prepayments and advances	919,405	654,622	
Refundable deposits	171,335	1,742,916	
Miscellaneous receivable	2,240,065	3,071,195	
Total	12,448,040	8,641,634	
8. CASH AND BANK BALANCES:			
	<u>February 28,</u> 2022 QAR (Reviewed)	<u>August 31,</u> 2021 QAR (Audited)	
Cash in hand	25,278	69,881	
Cash at bank - Guarantee deposits	653,000	653,000	
- Current accounts	8,260,086	8,481,626	
- Fixed deposits	133,747	-	
- Call deposits	27,212	745	
Total	9,099,323	9,205,252	
8a) For the purpose of cash flows statement, the amount of cash and cash equivalents is presented as follows:	<u>February 28,</u> 2022 QAR (Reviewed)	<u>August 31,</u> 2021 QAR (Audited)	
Total cash and cash equivalents	9,099,323	9,205,252	
Less: Bank overdraft (Note 8 b)	(3,079,062)	(1,754,604)	
Less: Cash at bank - Guarantee deposits	(653,000)	(653,000)	
Net cash and cash equivalents	5,367,261	6,797,648	



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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
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8. CASH AND BANK BALANCES (CONTINUED):

8 b) The Company used bank overdraft facilities from a local bank with an interest rate of 6.7%.

9. BANK LOANS AND BORROWING:

	February 28, 2022	August 31, 2021
	QAR (Reviewed)	QAR (Audited)
Term loan	13,667,756	14,677,457
Murabaha loan	14,247,658	18,594,085
Term loan Ijara	324,759	570,976
Total	28,240,173	33,842,518

9 a) Movement in loans and borrowings is as under:

	(Reviewed)	(Audited)
Balance at the beginning of the period / year	33,842,518	36,558,151
Interest expense	1,461,905	687,279
Interest repaid	(1,461,905)	(867,408)
Repayment of principle	(5,602,345)	(2,535,504)
Balance at	28,240,173	33,842,518

9 b) Loans and borrowings presented in the condensed consolidated statement of financial position as follows:

	February 28, 2022	August 31, 2021
	QAR (Reviewed)	QAR (Audited)
Current portion	10,777,506	9,362,539
Non-current portion	17,462,667	24,479,979
Total	28,240,173	33,842,518

10. LEASE LIABILITIES:

The movement of finance lease liabilities were as follows:

	February 28, 2022	August 31, 2021
	QAR (Reviewed)	QAR (Audited)
At the beginning of the period / year	39,170,058	14,055,533
Additions	7,213,242	4,678,577
Terminations	(115,382)	(224,602)
Modification	-	31,580,622
Interest expense	1,294,726	2,090,542
Rent concession	-	(2,735,000)
Interest paid	(1,267,394)	(2,090,542)
Repayment of principle	(6,109,084)	(8,185,072)
Balance at	40,186,166	39,170,058

The lease liabilities are presented in the consolidated statement of financial position as follows

	February 28, 2022	August 31, 2021
	QAR (Reviewed)	QAR (Audited)
Current portion	25,131,889	10,333,187
Non-current portion	15,054,277	28,836,871
Total	40,186,166	39,170,058



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11. PROVISION FOR EMPLOYEES' END OF SERVICE BENEFITS:	February 28, 2022	August 31, 2021
	QAR	QAR
	(Reviewed)	(Audited)
Balance at the beginning of the period/ year	2,548,053	2,741,531
Provision for the period/ year	484,890	216,847
Payments made during the period/ year	(96,542)	(410,325)
Balance at the end of the period/ year	2,936,401	2,548,053

12. RELATED PARTIES TRANSACTIONS AND BALANCES:	February 28, 2022	August 31, 2021
	QAR	QAR
	(Reviewed)	(Audited)
Due to a related parties:		
Other key management personnel	150,000	300,000
Total	150,000	300,000

13. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES:	February 28, 2022	August 31, 2021
	QAR	QAR
	(Reviewed)	(Audited)
Advances from students	28,672,902	26,770,099
Trade and notes payable	11,523,066	5,997,589
Other tax payable	1,661,578	1,661,578
Accrued expenses	768,751	5,204,092
Staff payables	113,363	125,559
Other credit balances	273,547	119,556
Total	43,013,207	39,878,473

14. FEES:	Six months period ended February 28,	
	2022	2021
	QAR	QAR
Tuition	57,475,209	54,118,892
Registration	924,300	1,124,200
Application	24,000	32,400
Entrance exam	172,000	172,000
International exam	1,477,700	252,700
Books	5,516,341	6,303,395
Transport	299,271	309,166
Others	6,837	1,040
Total	65,895,658	62,313,793



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15. GENERAL AND ADMINISTRATIVE EXPENSES:

	Six months period ended	
	February 28,	
	2022	2021
	QAR	QAR
Staff costs	27,580,208	21,722,650
Rent	1,095,700	762,220
Royalty and academy visit	9,573,014	8,566,479
Examination	96,449	50,540
Communication	567,172	272,322
Legal and professional fees	2,221,991	598,223
Repairs and maintenance	731,445	498,366
Advertisements	1,188,442	268,520
Printing and stationery	277,334	224,986
Travelling	9,300	18,605
Utilities	218,142	93,231
Diesel	20,900	39,722
Cleaning and facility management	2,388,015	2,022,469
Insurance	68,655	110,199
Entertainment	-	7,448
Bank charges	490,990	267,205
Others	1,149,984	1,404,827
Total	47,677,741	36,928,012

16. COMPARATIVE FIGURES:

Certain prior year amounts have been reclassified in order to conform to the current year presentation. Such reclassification did not affect previously reported net profit or total equity.

17. IMPACT OF COVID-19:

On March 11, 2020, Covid-19 was declared as global pandemic by the World Health Organization (WHO) and is causing disruptions to businesses and economic activities. The fiscal and monetary authorities, both domestic and international, have announced various support measures across the globe to counter possible adverse implications.

The Company will continue to closely monitor as the situation progresses and has activated its business continuity planning and other risk management practices to manage the potential business operations disruption and financial performance in 2022.

COVID-19 has brought about uncertainties in the global economic environment. In light of the rapidly escalating situation, the Company has considered whether any adjustments and changes in judgments, estimates and risk management are required to be considered and reported in the financial statements. The Company's business operations remain largely unaffected by the current situation. Below are the key assumptions about the future and other key sources of estimation that may have a significant risk of causing a material adjustment to the financial statements:

The uncertainties caused by COVID-19 have required the Company to reassess the inputs and assumptions used for the determination of expected credit losses ("ECLs") as of February 28, 2022.

Expected Credit Losses ("ECL") and impairment of financial assets

The Company has updated the relevant forward-looking information of its operations with respect to the weightings of the relevant macroeconomic scenarios of the respective market in which it operates; significant increase in credit risk; and assessing the indicators of impairment for the exposures in potentially affected sectors.



17. IMPACT OF COVID-19 (CONTINUED):

Going concern

The Company has performed an assessment of whether it is a going concern in light of current economic conditions and all available information about future risks and uncertainties. The projections have been prepared covering the Company's future performance, capital and liquidity. The impact of COVID-19 may continue to evolve, but at the present time the projections show that the Company has sufficient resources to continue in operational existence and its going concern position remains largely unaffected and unchanged from August 31, 2021. As a result, these financial statements have been appropriately prepared on a going concern basis. The Company will continue to closely monitor the impact of COVID-19 as the situation progresses to manage the potential business disruption COVID-19 outbreak may have on its 'operations and financial performance' in 2022.

