

AL FALEH EDUCATIONAL HOLDING Q.P.S.C.

Doha – State of Qatar

**INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
AS AT AND FOR THE SIX MONTHS PERIOD ENDED
FEBRUARY 28, 2023
TOGETHER WITH
INDEPENDENT AUDITOR'S REVIEW REPORT**

AL FALEH EDUCATIONAL HOLDING Q.P.S.C

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITOR'S REVIEW REPORT**

**AS AT AND FOR THE SIX-MONTH PERIOD ENDED
FEBRUARY 28, 2023**

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INDEPENDENT AUDITOR'S REVIEW REPORT

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

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Al Faleh Educational Holding – Q.P.S.C. and its subsidiaries (together referred herein as "Group") as at February 28, 2023, comprising of the interim consolidated statement of financial position as at February 28, 2023 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.

Board of Directors' responsibility for the interim condensed consolidated financial statements

The board of directors 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.

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)**

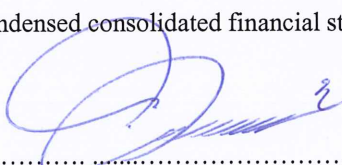


**Doha – Qatar
April 13, 2023**


		28 February 2023 QR (Reviewed)	31 August 2022 QR (Audited)
ASSETS			
Non-current assets			
Property and equipment	4	79,409,729	79,387,284
Intangible assets and goodwill	5	222,746,392	224,471,226
Right-of-use assets	6	37,203,392	33,935,935
Total non-current assets		<u>339,359,513</u>	<u>337,794,445</u>
Current assets			
Inventories		1,489,900	975,221
Accounts receivable and other debit balances	7	29,604,192	11,269,379
Cash and bank balances	8	6,619,026	13,183,251
Total current assets		<u>37,713,118</u>	<u>25,427,851</u>
TOTAL ASSETS		<u>377,072,631</u>	<u>363,222,296</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	9	240,000,000	240,000,000
Capital contribution		817,013	817,013
Legal reserve	10	4,751,948	4,751,948
Retained earnings		7,804,296	11,023,875
Total Equity		<u>253,373,257</u>	<u>256,592,836</u>
Liabilities			
Non-current liabilities			
Loans and borrowings	11	6,848,759	11,355,647
Lease liability	12	34,202,081	24,428,729
Provision for employees' end of service benefits	13	3,298,755	2,933,684
Total non-current liabilities		<u>44,349,595</u>	<u>38,718,060</u>
Current liabilities			
Loans and borrowings	11	11,719,262	11,451,202
Bank overdraft	8b	4,216,072	613,910
Due to related parties	14	-	150,000
Accounts payable and other credit balances	15	59,042,638	44,748,556
Current income tax liabilities		-	204,735
Lease liability	12	4,371,807	10,742,997
Total current liabilities		<u>79,349,779</u>	<u>67,911,400</u>
Total liabilities		<u>123,699,374</u>	<u>106,629,460</u>
TOTAL EQUITY AND LIABILITIES		<u>377,072,631</u>	<u>363,222,296</u>

The Executive Management prepared and present these interim condensed consolidated financial statements as at and for the six month period ended February 28, 2023.


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


.....
Mohamed Abdalla
Chief Financial Officer

These interim condensed consolidated financial statements were approved by the Board of Directors and signed on their behalf by the following on April 13, 2023:


.....
Sheikha Aisha Bint Faleh Al Thani
Chairperson



The attached notes 1 to 18 form an integral part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six-month period ended 28 February 2023

	Notes	For the six-month period ended 28 February,	
		2023 QR (Reviewed)	2022 QR (Reviewed)
Fees	16	61,352,236	65,895,658
Other income		1,451,066	192,034
Book expense		(665,200)	(1,932,978)
Depreciation on property and equipment	4	(1,200,707)	(1,127,562)
Amortization of intangible assets	5a	(1,724,834)	(1,724,834)
Depreciation on right-of-use assets	6	(6,735,174)	(6,576,564)
General and administrative expenses	17	(46,507,904)	(47,677,741)
Operating profit for the period		5,969,483	7,048,013
Finance costs		(1,689,062)	(2,832,108)
Net profit for the period		4,280,421	4,215,905
Other comprehensive income		-	-
Total comprehensive income for the period		4,280,421	4,215,905
Basic earnings per share		0.0178	0.0175



Al Faleh Educational Holding Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six-month period ended 28 February 2023

	Share capital		Capital Contribution		Legal Reserve		Other Reserve		Retained earnings		Total	
	QR		QR		QR		QR		QR		QR	
Balance as at 31 August 2022 (Audited)	240,000,000		817,013		4,751,948		-		11,023,875		256,592,836	
Net profit for the period	-		-		-		-		4,280,421		4,280,421	
Other comprehensive income	-		-		-		-		-		-	
Total comprehensive income	-		-		-		-		4,280,421		4,280,421	
Dividend Distribution	-		-		-		-		(7,500,000)		(7,500,000)	
Balance as at 28 February 2023 (Reviewed)	240,000,000		817,013		4,751,948		-		7,804,296		253,373,257	
Balance as at 31 August 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	-		-		-		-		-		-	
Total comprehensive income	-		-		-		-		4,215,905		4,215,905	
Dividends distribution	-		-		-		-		(2,400,000)		(2,400,000)	
Transferred to other reserves	-		-		-		309,558		-		309,558	
Balance as at 28 February 2022 (Reviewed)	240,000,000		817,013		3,517,919		309,558		4,442,030		249,086,520	



The attached notes 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Al Faleh Educational Holding Q.P.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS
For the six-month period ended 28 February 2023

	Notes	For the six-month period ended 28 February	
		2023	2022
		(Reviewed)	(Reviewed)
		QR.	QR.
OPERATING ACTIVITIES			
Net profit for the period		4,280,421	4,215,905
<i>Adjustments for:</i>			
Depreciation of property and equipment	4	1,200,707	1,127,562
Amortization of intangible assets	5	1,724,834	1,724,834
Depreciation on right-of-use assets	6	6,735,174	6,576,564
Provisions and employees' end of service benefits	13	483,179	484,890
Net adjustment in right-of-use assets		(178,756)	
Finance costs		1,689,062	2,832,108
Operating income before changes in working capital		15,934,621	16,961,863
<i>Changes in working capital:</i>			
Inventories		(514,679)	(48,831)
Accounts receivable and other debit balances		(18,334,813)	(3,806,406)
Accounts payable and other credit balances		14,294,082	3,444,291
Unclaimed dividends		-	133,747
Due to related parties		(150,000)	(150,000)
Cash generated from operating activities		11,229,211	16,534,664
Finance cost paid		(1,689,062)	(2,821,127)
Income taxes paid		(204,735)	(180,077)
Employees' end of service benefits paid	13	(118,108)	(96,542)
Net cash generated from operating activities		9,217,306	13,436,918
INVESTING ACTIVITIES			
Acquisition of property and equipment	4	(1,223,153)	(755,876)
Net cash used in investing activities		(1,223,153)	(755,876)
FINANCING ACTIVITIES			
Net movements in borrowings		(4,238,828)	(5,602,345)
Payment of lease liabilities		(6,421,712)	(6,109,084)
Dividends paid		(7,500,000)	(2,400,000)
Net Cash generated from financing activities		(18,160,540)	(14,111,429)
Net Decrease in cash and cash equivalents		(10,166,387)	(1,430,387)
Cash and cash equivalents at the beginning of the period	8	11,916,341	6,797,648
Cash and cash equivalents at the end of the period	8	1,749,954	5,367,261



The attached notes 1 to 18 form an integral part of these interim condensed consolidated financial statements.

Al Faleh Educational Holding Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six-month period ended 28 February 2023

1. GENERAL INFORMATION:

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 interim condensed consolidated financial statements comprise the financial statements of the parent company and the financial statements of its subsidiaries (collectively, the “Group”) as follows:

NAME OF SUBSIDIARY	PRINCIPAL ACTIVITY	OWNERSHIP INTEREST AS OF FEBRUARY 28,	
		2023	2022
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%

All the above subsidiaries are located in the state of Qatar and prepare their financial statements in accordance with International Financial Reporting Standards (IFRSs) and applicable provisions of Qatar Commercial Companies Law.

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

The accounting policies used in the preparation of the group consolidated financial statements are consistent with those used in the preparation of the financial statements for the year ended August 31, 2022, except for the adoption of new and amended standards and interpretations effective as noted below:

TOPIC	EFFECTIVE DATE
Amendments to IFRS 3 “ <i>Reference to the Conceptual Framework</i> ”	January 01, 2022
Amendments to IAS 16 “ <i>Property, Plant and Equipment — Proceeds before Intended Use</i> ”	January 01, 2022
Amendments to IAS 37 “ <i>Onerous Contracts — Cost of Fulfilling a Contract</i> ”	January 01, 2022
Annual Improvements to IFRS Standards 2018–2020 “ <i>Amendments to IFRS 1, IFRS 9, IFRS 16 and IAS 41</i> ”	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 consolidated financial statements:

TOPIC	EFFECTIVE DATE
Amendments to IAS 1 “ <i>Classification of Liabilities as Current or Non-Current</i> ”	January 01, 2023
Amendments to IAS 1 and IFRS Practice Statement 2 “ <i>Disclosure of Accounting Policies</i> ”	January 01, 2023
Amendments to IAS 8 “ <i>Definition of Accounting Estimates</i> ”	January 01, 2023
Amendments to IAS 12 “ <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i> ”	January 01, 2023

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

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

Board of directors 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, 2023 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 and lease liabilities which are measured at the present value of the lease payments discounted using the Company's incremental borrowing rate.

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, 2022. In addition, results for the six months period ended February 28, 2023 are not necessarily indicative of the result that may be expected for the financial year ending August 31, 2023.

The consolidated financial statements of the Group as at and for the year ended 31 August 2022 are available upon request from the Company's registered office or at the Group's website www.alfaleh.edu.qa

Going concern

The Group 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 Group'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 Group has sufficient resources to continue in operational existence and its going concern position remains largely unaffected and unchanged from August 31, 2022. As a result, these financial statements have been appropriately prepared on a going concern basis. The Group will continue to closely monitor the impact of COVID-19 as the situation progresses to manage the potential business disruption COVID-19 outbreak may have on its 'operations and financial performance' in 2023.

Al Faleh Educational Holding Q.P.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six-month period ended 28 February 2023

4. PROPERTY AND EQUIPMENT

	Buildings	Machinery and equipment	Computer equipment	Motor vehicles	Furniture and fixtures	Sign boards	Leasehold improvements	Learning resources	Capital work in progress	Total
	QAR	QAR	QAR	QAR	QAR	QAR	QAR	QAR	QAR	QAR
Cost:										
Balance at August 31, 2021 (Audited)	98,565,715	5,065,589	5,795,051	3,001,703	10,294,031	275,961	8,586,322	3,562,736	3,074,285	138,221,393
Additions	-	13,080	582,479	-	259,209	100,990	63,091	204,901	707,158	1,930,908
Balance at August 31, 2022 (Audited)	98,565,715	5,078,669	6,377,530	3,001,703	10,553,240	376,951	8,649,413	3,767,637	3,781,443	140,152,301
Additions	-	2,500	188,655	-	11,769	38,214	437,758	125,896	418,361	1,223,153
Balance at February 28, 2023 (Reviewed)	98,565,715	5,081,169	6,566,185	3,001,703	10,565,009	415,165	9,087,171	3,893,533	4,199,804	141,375,454
Accumulated depreciation:										
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	1,158,440	29,637	125,040	24,080	224,129	10,367	524,531	207,004	-	2,303,228
Balance at August 31, 2022 (Audited)	28,805,197	4,912,605	5,551,372	2,861,117	8,768,508	228,325	7,153,178	2,484,716	-	60,765,018
Depreciation	579,221	15,602	73,911	12,041	121,709	6,978	267,531	123,714	-	1,200,707
Balance at February 28, 2023 (Reviewed)	29,384,418	4,928,207	5,625,283	2,873,158	8,890,217	235,303	7,420,709	2,608,430	-	61,965,725
Net book value:										
At August 31, 2022 (Audited)	69,760,518	166,064	826,159	140,586	1,784,732	148,626	1,496,235	1,282,921	3,781,443	79,387,284
At February 28, 2023 (Reviewed)	69,181,297	152,962	940,902	128,545	1,674,792	179,862	1,666,462	1,285,103	4,199,804	79,409,729

5. INTANGIBLE ASSETS AND GOODWILL

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

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Goodwill	96,520,330	96,520,330
Trademark	17,210,000	17,210,000
Learners enrolment (Note 5 a)	15,440,309	15,847,174
Franchise rights (Note 5 a)	93,575,753	94,893,722
Balance at	222,746,392	224,471,226

5. a) Amortization of intangible assets

	Learners enrolment QAR	Franchise rights QAR	Total QAR
Cost:			
Balance at August 31, 2021 (Audited)	22,597,000	115,306,000	137,903,000
Balance at August 31, 2022 (Audited)	22,597,000	115,306,000	137,903,000
Balance at February 28, 2023 (Reviewed)	22,597,000	115,306,000	137,903,000
Accumulated amortization:			
Balance at August 31, 2021 (Audited)	5,936,095	17,776,342	23,712,437
Amortization	813,731	2,635,936	3,449,667
Balance at August 31, 2022 (Audited)	6,749,826	20,412,278	27,162,104
Amortization	406,865	1,317,969	1,724,834
Balance at February 28, 2023 (Reviewed)	7,156,691	21,730,247	28,886,938
Carrying amounts:			
At August 31, 2022 (Audited)	15,847,174	94,893,722	110,740,896
At February 28, 2023 (Reviewed)	15,440,309	93,575,753	109,016,062

6. RIGHT-OF-USE ASSETS

	Land QAR	Building QAR	Total QAR
Cost:			
Balance at August 31, 2021 (Audited)	6,545,456	50,179,469	56,724,925
Modifications	-	(107,324)	(107,324)
Balance at August 31, 2022 (Audited)	6,545,456	50,072,145	56,617,601
Modifications	-	512,190	512,190
Balance at February 28, 2023 (Reviewed)	6,545,456	50,584,335	57,129,791

6. RIGHT-OF-USE ASSETS (CONTINUED)

	<u>Land</u> QAR	<u>Building</u> QAR	<u>Total</u> QAR
Accumulated Depreciation:			
Balance at August 31, 2021 (Audited)	578,828	18,075,035	18,653,863
Depreciation	289,946	10,959,391	11,249,337
Modifications	-	(7,221,534)	(7,221,534)
Balance at August 31, 2022 (Audited)	<u>868,774</u>	<u>21,812,892</u>	<u>22,681,666</u>
Depreciation	144,973	6,590,201	6,735,174
Modifications	-	(9,490,441)	(9,490,441)
Balance at February 28, 2023 (Reviewed)	<u><u>1,013,747</u></u>	<u><u>18,912,652</u></u>	<u><u>19,926,399</u></u>
Carrying amounts:			
At August 31, 2022 (Audited)	<u>5,676,682</u>	<u>28,259,253</u>	<u>33,935,935</u>
At February 28, 2023 (Reviewed)	<u><u>5,531,709</u></u>	<u><u>31,671,683</u></u>	<u><u>37,203,392</u></u>

7. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES

	February 28, 2023 QAR (Reviewed)	August 31, 2022 QAR (Audited)
<u>Accounts receivable</u>		
Accounts receivable	29,594,387	11,078,467
Less: Allowance for impairment of receivables	(3,197,487)	(3,197,487)
Net accounts receivable	<u>26,396,900</u>	<u>7,880,980</u>
<u>Other receivables</u>		
Prepayments and advances	732,173	231,201
Refundable deposits	169,335	169,335
Miscellaneous receivable	2,305,784	2,987,863
Total	<u><u>29,604,192</u></u>	<u><u>11,269,379</u></u>

8. CASH AND BANK BALANCES

	February 28, 2023 QAR (Reviewed)	August 31, 2022 QAR (Audited)
Cash in hand	267,136	302,155
Cash at bank - Guarantee deposits	653,000	653,000
- Current accounts	5,463,119	11,742,279
- Call deposits	-	355,186
Deposit bank - Dividend	235,771	130,631
Total	<u><u>6,619,026</u></u>	<u><u>13,183,251</u></u>

8. CASH AND BANK BALANCES (CONTINUED)

8. a) For the purpose of cash flows statement, the amount of cash and cash equivalents is presented as follows:

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Total cash and cash equivalents	6,619,026	13,183,251
Less: Bank overdraft (Note 8 b)	(4,216,072)	(613,910)
Less: Cash at bank - Guarantee deposits	(653,000)	(653,000)
Net cash and cash equivalents	1,749,954	11,916,341

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

9. SHARE CAPITAL

The Group's issued share capital and fully paid is QAR 240,000,000 (240 million ordinary shares of QR. per share).

10. LEGAL RESERVE

Legal reserve is computed in accordance with the provisions of the Qatar Commercial Companies' Law and the Company's Articles of Association at 10% of the net profit for the year. Transfers to the reserve are made until it equals at least 50% of the paid-up capital. The reserve is not available for distribution except in circumstances specified in the Qatar Commercial Companies' Law.

11. BANK LOANS AND BORROWINGS

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Term loan	5,175,477	6,796,519
Murabaha loan	10,168,487	12,786,273
Term loan Ijara	3,224,057	3,224,057
Total	18,568,021	22,806,849

11. a) Movement in loans and borrowings is as under:

	February 28, 2023	August 31, 2022
	QAR	QAR
Balance at the beginning of the period / year	22,806,849	33,842,518
Interest expense	448,375	2,857,601
Interest repaid	(448,375)	(2,857,601)
Repayment of principle	(4,238,828)	(11,035,669)
Balance at	18,568,021	22,806,849

11. BANK LOANS AND BORROWINGS (CONTINUED)

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

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Current portion	11,719,262	11,451,202
Non-current portion	6,848,759	11,355,647
Total	18,568,021	22,806,849

12. LEASE LIABILITIES

The movement of finance lease liabilities were as follows:

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
At the beginning of the period / year	35,171,726	39,170,058
Additions	15,152,175	7,213,246
Modification	(5,328,301)	565,472
Interest expense	1,129,339	2,422,952
Interest paid	(1,129,339)	(2,422,952)
Repayment of principle	(6,421,712)	(11,777,050)
Balance at the end of the period/ year	38,573,888	35,171,726

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

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Current portion	4,371,807	10,742,997
Non-current portion	34,202,081	24,428,729
Total	38,573,888	35,171,726

13. PROVISION FOR EMPLOYEES' END OF SERVICE BENEFITS:

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Balance at the beginning of the period/ year	2,933,684	2,548,053
Provision for the period/ year	483,179	810,977
Payments made during the period/ year	(118,108)	(425,346)
Balance at the end of the period/ year	3,298,755	2,933,684

14. RELATED PARTIES TRANSACTIONS AND BALANCES:

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Due to a related parties:		
Other key management personnel	-	150,000
Total	<u>-</u>	<u>150,000</u>

15. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES:

	February 28, 2023	August 31, 2022
	QAR (Reviewed)	QAR (Audited)
Advances from students	40,959,830	28,304,482
Accrued expenses	1,970,812	1,507,543
Royalty payable	12,140,310	6,643,042
Trade payable	3,551,174	6,451,709
Other credit balances	420,512	44,670
Dividend payable	-	130,631
Other tax payable	-	1,666,479
Total	<u>59,042,638</u>	<u>44,748,556</u>

16. FEES:

	Six months period ended February 28	
	2023	2022
	QAR (Reviewed)	QAR (Audited)
Tuition	55,569,276	57,475,209
Registration	785,850	924,300
Application	15,600	24,000
Entrance exam	135,250	172,000
International exam	539,638	1,477,700
Books	3,994,508	5,516,341
Transport	312,114	299,271
Others	-	6,837
Total	<u>61,352,236</u>	<u>65,895,658</u>

17. GENERAL AND ADMINISTRATIVE EXPENSES:

	Six months period ended February 28	
	2023	2022
	QAR (Reviewed)	QAR (Audited)
Staff costs	26,755,888	27,580,208
Royalty and academy visit	9,238,026	9,573,014
Cleaning and facility management	3,392,057	2,388,015
Legal and professional fees	1,494,178	2,221,991
Rent	1,382,848	1,095,700
Repairs and maintenance	663,695	731,445
Bank charges	558,134	490,990
Communication	384,821	567,172
Advertisements	346,772	1,188,442
Printing and stationery	193,595	277,334
Examination	274,987	96,449
Utilities	231,701	218,142
Insurance	208,628	68,655
Diesel	74,540	20,900
Entertainment	56,273	-
Travelling	13,090	9,300
Others	1,238,671	1,149,984
Total	46,507,904	47,677,741

18. 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 Group 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 2023.

COVID-19 has brought about uncertainties in the global economic environment. In light of the rapidly escalating situation, the Group 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 Group's business operations remain largely unaffected by the 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 Group to reassess the inputs and assumptions used for the determination of expected credit losses ("ECLs").

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

The Group 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.