

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, 2025
TOGETHER WITH
INDEPENDENT AUDITOR'S REVIEW REPORT**

AL FALEH EDUCATIONAL HOLDING Q.P.S.C

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

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Offices 1-4, Floor 2, Building 209
Street 230, C-Ring, Zone 42
P.O. Box 47539, Doha – State of Qatar

T: +974 4462 6506
F: +974 4435 2199
E: inquiry@russellbedford.qa
W: www.russellbedford.qa

INDEPENDENT AUDITOR'S REVIEW REPORT

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

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, 2025, comprising of the interim consolidated statement of financial position as at February 28, 2025 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 International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") as issued by International Accounting Standards Board (IASB). Our responsibility is to express a conclusion on these interim condensed consolidated 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, as issued by the IASB.

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



**Hani Mukhaimer
License No. (275)
QFMA License No. (1202013)**




**Doha – Qatar
April 13, 2025**

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

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT FEBRUARY 28, 2025

	Notes	February 28, 2025 QAR (Reviewed)	August 31, 2024 QAR (Audited)
ASSETS:			
Non-current assets:			
Property and equipment	4	77,264,655	78,047,267
Intangible assets and goodwill	5	221,965,643	223,529,477
Right-of-use assets	6 a	20,478,785	25,882,233
Total non-current assets		319,709,082	327,458,976
Current assets:			
Inventories	7	3,188,186	1,602,102
Accounts receivable and other debit balances	8	19,563,789	10,349,141
Cash and bank balances	9	4,047,120	4,807,028
Total current assets		26,799,095	16,758,271
TOTAL ASSETS		346,508,177	344,217,247
EQUITY AND LIABILITIES:			
Equity:			
Share capital	10	240,000,000	240,000,000
Capital contribution		817,013	817,013
Legal reserve	11	6,925,845	6,925,845
Retained earnings		16,292,439	15,273,877
Total equity		264,035,297	263,016,735
Non-current liabilities:			
Lease liability	6 b	12,216,882	14,276,200
Provision for employees' end of service benefits	12	4,557,326	4,031,319
Loans and borrowings	13	11,987,251	12,472,373
Total non-current liabilities		28,761,459	30,779,892
Current liabilities:			
Lease liability	6 b	9,698,970	13,512,505
Bank overdraft	9	4,711,270	6,357,601
Bank loans and borrowings	13	2,395,561	4,401,040
Accounts payable and other credit balances	14	10,430,204	11,271,204
Deferred income		26,475,415	14,587,261
Income tax liabilities		-	291,009
Total current liabilities		53,711,420	50,420,620
Total liabilities		82,472,880	81,200,512
TOTAL EQUITY AND LIABILITIES		346,508,177	344,217,247

The Chief Executive Officer and Chief Financial Officer attests to the accuracy and completeness of the accompanying interim condensed consolidated financial statements and the interim condensed consolidated financial information of this report as at and for the six month period ended February 28, 2025 dated April 13, 2025


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


Tallal Refat Alkhelifa
 Chief Financial Officer

The accompany consolidated financial statements were approved to issue by the board of directors on April 13, 2025 and signed on behalf board of directors by:


Sheikha Aisha Bint Faleh Al Thani
 Chairperson



The accompanying notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.

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

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

	Notes	Six-month period ended February 28,	
		2025	2024
		QAR (Reviewed)	QAR (Reviewed)
Revenue	15	52,018,487	54,635,616
Operation Cost		(27,030,689)	(30,075,515)
Gross profit		24,987,799	24,560,101
Other income		237,943	266,452
General and administrative expenses	16	(18,664,817)	(18,554,139)
Operating profit for the period		6,560,925	6,272,414
Finance cost	17	(1,042,363)	(1,508,036)
Net profit for the period		5,518,562	4,764,378
Other comprehensive income items		-	-
Total comprehensive income for the period		5,518,562	4,764,378

The accompanying notes 1 to 23 form an integral part of these interim condensed consolidated financial statements.



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

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

	Share capital QAR	Capital contribution QAR	Legal reserve QAR	Retained earnings QAR	Total QAR
Balance at August 31, 2023 (Audited)	240,000,000	817,013	5,684,998	11,620,806	258,122,817
Net profit for the period	-	-	-	4,764,378	4,764,378
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	4,764,378	4,764,378
Dividend payment	-	-	-	(7,500,000)	(7,500,000)
Balance at February 29, 2024 (Reviewed)	240,000,000	817,013	5,684,998	8,885,184	255,387,195
Balance at August 31, 2024 (Audited)	240,000,000	817,013	6,925,845	15,273,877	263,016,735
Net profit for the period	-	-	-	5,518,562	5,518,562
Other comprehensive income	-	-	-	-	-
Total comprehensive income	-	-	-	5,518,562	5,518,562
Dividend payment	-	-	-	(4,500,000)	(4,500,000)
Balance at February 28, 2025 (Reviewed)	240,000,000	817,013	6,925,845	16,292,439	264,035,297

The accompanying notes 1 to 23 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 FEBRUARY 28, 2025

	Notes	Six-month period ended February 28,	
		2025	2024
		QAR (Reviewed)	QAR (Reviewed)
Cash flows from operating activities:			
Net profit for the period		5,518,562	4,764,378
Adjustments for:			
Depreciation of property and equipment	4	1,538,415	1,243,213
Amortization of intangible assets	5	1,563,835	1,341,743
Depreciation on right-of-use assets	6	6,670,817	6,698,732
Net adjustment in right-of-use assets		(250,335)	-
Finance cost		1,042,363	1,508,036
Provisions and employee benefits		999,370	718,228
Operating income before changes in working capital		17,083,026	16,274,329
Changes in:			
Inventories		(1,586,084)	(1,401,945)
Accounts receivable and other debit balances		(9,214,648)	(6,783,751)
Accounts payable and other credit balances		10,756,145	9,875,906
Cash generated from operating activities		17,038,440	17,964,540
Taxes paid		-	(327,696)
Employees' end of service benefits paid		(473,363)	(280,042)
Finance cost paid		(1,042,363)	(1,508,036)
Net cash generated from operating activities		15,522,714	15,848,766
Cash flows from investing activities			
Acquisition of property and equipment	4	(755,804)	(1,510,043)
Net cash used in investing activities		(755,804)	(1,510,043)
Cash flows from financing activities			
Movement in borrowings		(2,490,601)	(6,008,021)
Payment of lease liabilities		(6,889,886)	(6,403,798)
Dividend paid		(4,500,000)	(7,500,000)
Net cash used in financing activities		(13,880,487)	(19,911,819)
Net increase/ (decrease) in cash and cash equivalents		886,423	(5,573,097)
Cash and cash equivalents - at beginning of the period,	9	(2,053,573)	4,046,008
Cash and cash equivalents - at ending of the period,	9	(1,167,150)	(1,527,089)

The accompanying notes 1 to 23 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 FEBRUARY 28, 2025

1. THE GROUP FORMATION AND ACTIVITIES:

- 1.1. 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 220 Duhail Street, Al Waab, Doha, State of Qatar.
- 1.2. The Group is primarily engaged in running kindergartens, primary, preparatory, secondary schools for education and providing university education.
- 1.3. 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,	
		2025	2024
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:

2 a) New and amended IFRS and Interpretations effective in 2024:

The accounting policies used in the preparation of the Group interim condensed consolidated financial statements are consistent with those used in the preparation of the financial statements for the year ended August 31, 2024, except for the adoption of new and amended standards and interpretations effective as noted below:

TOPIC	EFFECTIVE DATE
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 01, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 01, 2024
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 01, 2024
Amendments to IFRS 16 “Lease Liability in a Sale and Leaseback”	January 01, 2024

2 b) Standards issued but not yet effective:

A number of new standards and amendments are effective for annual periods beginning after January 01, 2025. However, the Group has not applied the following new or amended standards in preparing these interim condensed consolidated financial statements:

TOPIC	EFFECTIVE DATE
Amendments to IAS 21 “Lack of Exchangeability”	January 01, 2025
Amendments to IAS 21 “Lack of Exchangeability”	January 01, 2025

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

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 IFRS 9 and IFRS 7 " <i>Classification and Measurement of Financial Instruments</i> "	January 01, 2026
Annual Improvements to IFRS Standards Volume 11 " <i>Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7</i> "	January 01, 2026
Amendments to IFRS 18 " <i>Presentation and disclosures in financial statements</i> "	January 01, 2027
Amendments to IFRS 19 " <i>Subsidiaries without Public Accountability: Disclosures</i> "	January 01, 2027
Amendments to IFRS 10 " <i>Consolidated Financial Statements</i> " and IAS 28 " <i>Investment in Associates and Joint Ventures</i> " on sale or contribution of assets between an investor and its associate or joint venture.	Deferred indefinitely

The 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 interim condensed consolidated financial statement.

3. MATERIAL ACCOUNTING POLICIES:

3 a) Basis of preparation:

The interim condensed consolidated financial statements for the Six-months period ended February 28, 2025, have been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed financial statements have been prepared on historical cost basis. The Group's interim condensed financial statements are presented in Qatari Riyal, which is the Group's functional currency. All amounts have been rounded to the nearest Qatari Riyal, unless otherwise indicated.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the annual financial statements as of August 31, 2024. In addition, results for the Six-months period ended February 28, 2025, are not necessarily indicative of the results that may be expected for the financial year ending August 31, 2025.

3 b) Significant accounting policies:

The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the annual financial statements for the year ended August 31, 2024.

3 c) Critical accounting judgments and key sources of estimation uncertainty:

In preparing the interim condensed financial statements, management has made judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements as at and for the year ended August 31, 2024.

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

4. PROPERTY AND EQUIPMENT:

	Buildings QAR	Machinery and equipment QAR	Computer equipment QAR	Motor vehicles QAR	Furniture and fixtures QAR	Sign Boards QAR	Leasehold improvement QAR	Learning resources QAR	Capital work in progress QAR	Total QAR
Cost:										
Balance at August 31, 2023 (Audited)	98,565,715	5,101,109	6,637,935	3,001,703	10,593,917	454,712	9,141,207	4,003,057	4,349,804	141,849,159
Additions during the year	-	356,772	1,402,289	-	66,705	6,900	-	132,483	-	1,965,149
Balance at August 31, 2024 (Audited)	98,565,715	5,101,109	6,637,935	3,001,703	10,593,917	454,712	9,141,207	4,003,057	4,349,804	143,814,308
Additions during the period	-	260,845	258,480	97,000	55,991	-	40,000	43,488	-	755,804
Balance at February 28, 2025 (Reviewed)	98,565,715	5,361,954	6,896,415	3,098,703	10,649,908	454,712	9,181,207	4,046,545	4,349,804	144,570,112
Accumulated depreciation:										
Balance at August 31, 2023 (Audited)	29,928,754	4,942,240	5,733,893	2,883,874	8,989,726	242,525	7,693,794	2,725,372	-	63,140,178
Charge for the year	1,123,556	31,430	323,955	22,756	278,530	20,130	563,085	263,422	-	2,626,864
Balance at August 31, 2024 (Audited)	31,052,310	4,973,670	6,057,848	2,906,630	9,268,256	262,655	8,256,879	2,988,794	-	65,767,042
Charge for the period	807,644	13,694	351,142	18,148	115,263	10,816	78,509	143,198	-	1,538,415
Balance at February 28, 2025 (Reviewed)	31,859,954	4,987,364	6,408,990	2,924,778	9,383,519	273,471	8,335,388	3,131,992	-	67,305,457
Net book value:										
At August 31, 2024 (Audited)	67,513,405	484,211	1,982,376	95,073	1,392,366	198,957	884,328	1,146,746	4,349,804	78,047,267
At February 28, 2025 (Reviewed)	66,705,761	374,590	487,425	173,925	1,266,389	181,241	845,819	914,553	4,349,804	77,264,655
Depreciation rates	2.50%	10%	16.67%	12.50%	7.60% - 10%	16.67%	10% - 12.50%	12.50%		

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

5. INTANGIBLE ASSETS AND GOODWILL:

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Good will	96,520,330	96,520,330
Trademark	17,210,000	17,210,000
Learners enrolment	15,847,175	15,847,175
Franchise rights	88,303,880	89,621,848
Academic visits	4,084,258	4,330,124
Total	221,965,643	223,529,477

	Franchise rights	Course Development Cost	Total
	QAR	QAR	QAR
Cost:			
Balance at August 31, 2023 (Audited)	115,306,000	4,858,798	120,164,798
Balance at August 31, 2024 (Audited)	115,306,000	4,858,798	120,164,798
Balance at February 28, 2025 (Reviewed)	115,306,000	4,858,798	120,164,798
Accumulated amortization:			
Balance at August 31, 2023 (Audited)	23,048,215	47,549	23,095,764
Amortization during the year	2,635,937	481,125	3,117,062
Balance at August 31, 2024 (Audited)	25,684,152	528,674	26,212,826
Amortization during the period (Note 16)	1,317,969	245,866	1,563,835
Balance at February 28, 2025 (Reviewed)	27,002,121	774,540	27,776,661
Carrying amounts:			
At August 31, 2024 (Audited)	89,621,848	4,330,124	93,951,972
At February 28, 2025 (Reviewed)	88,303,880	4,084,258	92,388,138

6. LEASES:

6 a) Right-of-use-asset

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Present value of the lease payments:		
Balance at the beginning of the period/ year	57,649,731	57,490,387
Additions during the period/ year	1,267,369	8,320,856
Disposals during the period/ year	(1,957,688)	(8,161,512)
Balance at the end of the period/ year	56,959,412	57,649,731

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

6. LEASES (CONTINUED):

6 a) Right-of-use-asset (Continued)

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Accumulated depreciation:		
Balance at the beginning of the period/ year	31,767,498	26,825,906
Charge for the period/ year	6,670,817	13,103,107
Disposals during the period/ year	(1,957,688)	(8,161,515)
Balance at the end of the period/ year	36,480,627	31,767,498

Net book value:

Balance at the end of the period/ year	20,478,785	25,882,233
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6 b) Lease liabilities

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Balance at the beginning of the period/ year	27,788,705	32,804,116
Lease liabilities incurred during the period/ year	1,267,369	7,730,277
Modification during the period/ year	(250,335)	-
Finance cost expenses	743,515	2,037,112
Finance cost paid	(743,515)	(2,037,112)
Repayment of principle	(6,889,886)	(12,745,688)
Balance at the end of the period/ year	21,915,853	27,788,705

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

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Non-current	12,216,882	14,276,200
Current	9,698,970	13,512,505
Total	21,915,853	27,788,705

7. INVENTORIES:

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Books and stationery	3,188,186	1,602,102
Total	3,188,186	1,602,102

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

8. ACCOUNTS RECEIVABLE AND OTHER DEBIT BALANCES:

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Accounts receivable		
Accounts receivable	19,605,006	5,390,166
Less: Allowance for impairment of receivables	(2,092,872)	(1,799,548)
Net accounts receivable	17,512,134	3,590,618
Other receivables		
Refundable deposits	169,335	170,624
Prepayments and advances	57,817	118,911
Other debit balances	1,824,503	6,468,988
Total	19,563,789	10,349,141

9. CASH AND BANK BALANCES:

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Cash in hand	983,876	292,337
Cash at bank		
- Guarantee deposits	538,351	585,625
- Current accounts	2,524,893	3,929,066
Total	4,047,120	4,807,028

9 a) For the purpose of interim consolidated cash flows statement, the amount of cash and cash equivalents is presented as follows:

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Total cash and cash equivalents	4,047,120	4,807,028
Less: Bank overdraft (Note 9 b)	(4,711,270)	(6,357,601)
Less: Cash at bank - Guarantee deposits	(503,000)	(503,000)
Net cash and cash equivalents	(1,167,150)	(2,053,573)

9 b) Due to bank

This represents bank facility obtained from local banks used for working capital requirements. Bank overdrafts are secured by corporate guarantees and usually bears interest rate of minimum 7.5%.

10. SHARE CAPITAL:

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

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Authorized and issued, 240,000,000 ordinary share	240,000,000	240,000,000
Total	240,000,000	240,000,000

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

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

11. LEGAL RESERVE:

In accordance with Qatar Commercial Companies Law No. 11 of 2015 whose certain provision were subsequently amended by law No. 8 of 2021 and the Company's Articles of Association, 10% of net income for the year is required to be transferred to the legal reserve, the Company may discontinue such transfer if the legal reserve reached 50% of the paid capital. This reserve is not available for distribution except in circumstances stipulated in the Commercial Companies Law.

12. PROVISION FOR EMPLOYEES' END OF SERVICE BENEFITS:

	2025 QAR (Reviewed)	2024 QAR (Audited)
Balance at the beginning of the period/ year	4,031,319	3,488,399
Provision for the period/ year	999,370	1,031,487
Payments made during the period/ year	(473,363)	(488,567)
Balance at the end of the period/ year	4,557,326	4,031,319

13. BANK LOANS AND BORROWINGS:

	February 28, 2025 QAR (Reviewed)	August 31, 2024 QAR (Audited)
Murabaha term loan	14,382,812	2,653,565
Term loan	-	226,710
Term loan	-	1,063,138
Term loan	-	12,930,000
Total	14,382,812	16,873,413

13 a) The bank loans and borrowings are presented in the interim consolidated statement of financial position as follow

	February 28, 2025 QAR (Reviewed)	August 31, 2024 QAR (Audited)
Non-current	11,987,251	12,472,373
Current	2,395,561	4,401,040
Total	14,382,812	16,873,413

	February 28, 2025 QAR (Reviewed)	August 31, 2024 QAR (Audited)
Balance at the beginning of the period/ year	16,873,413	14,301,134
Additional loan	-	12,930,000
Finance cost expenses	171,471	580,643
Finance cost paid	(171,471)	(580,643)
Repayment of borrowings	(2,490,601)	(10,357,721)
Balance at the end of the period/ year	14,382,812	16,873,413

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

14. ACCOUNTS PAYABLE AND OTHER CREDIT BALANCES:

	February 28, 2025	August 31, 2024
	QAR	QAR
	(Reviewed)	(Audited)
Accounts payable	5,270,431	6,908,258
Other taxes payable	1,661,578	1,661,578
Accrued expenses	1,627,265	1,079,717
Staff payable	6,000	218,353
Social and sports fund payables	-	310,212
Other credit balances	1,864,930	1,093,086
Total	10,430,204	11,271,204

15. REVENUE:

	Six-month period ended February 28,	
	2025	2024
	QAR	QAR
	(Reviewed)	(Reviewed)
Tuition fee	47,230,364	52,048,128
Books	2,937,900	1,331,477
International examination	1,146,370	339,725
Transport	573,753	613,886
Registration	76,500	232,200
Application	34,600	33,200
Entrance examination	19,000	37,000
Total	52,018,487	54,635,616

16. GENERAL AND ADMINISTRATIVE EXPENSES:

	Six-month period ended February 28,	
	2025	2024
	QAR	QAR
	(Reviewed)	(Reviewed)
Staff cost	8,307,691	9,231,313
Cleaning and facility management expenses	2,217,794	1,062,036
Depreciation of intangible assets (Note 5)	1,563,835	1,341,743
Depreciation on property and equipment (Note 4)	1,538,415	1,243,213
Legal and professional fees	1,369,703	1,013,457
Rent expenses	1,214,300	1,616,000
Bank Charges	509,714	478,607
Advertisement expenses	335,506	334,882
Graduation expenses	223,050	575,900
Utilities expenses	182,599	275,004
Printing and stationery expenses	94,517	45,526
Communication expenses	81,298	88,555
Fuel expenses	65,537	54,204
Library expenses	61,253	44,231
Insurance expenses	10,747	69,434
Other Expense	888,860	1,080,034
Total	18,664,817	18,554,139

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

17. FINANCE COST:

	Six-month period ended February 28,	
	2025	2024
	QAR	QAR
	(Reviewed)	(Reviewed)
Finance cost on overdraft	127,376	207,723
Finance cost on Loan	171,471	580,643
Finance cost on lease liabilities	743,515	719,670
Total	1,042,362	1,508,036

18. COMMITMENTS AND CONTINGENCIES:

There are no material commitments and contingencies existing as of the reporting date, except for the following:

	February 28, 2025	August 31, 2024
	QAR	QAR
	(Reviewed)	(Audited)
Payment guarantee	503,000	503,000
Post dated cheques payable	8,914,625	8,262,000

19. FINANCIAL RISK MANAGEMENT:

The Group has exposure to the following risks arising from financial instruments:

- 19 a) Credit risk
- 19 b) Liquidity risk
- 19 c) Market risk

This note presents information about the Group's exposure to each of the above risks, the Group's objectives, policies and processes for measuring and managing risk. Further quantitative disclosures are included throughout these interim condensed consolidated financial statements. Management has the overall responsibility for the establishment and oversight of the Group's risk management framework. The Group's risk management policies are established to identify and analysed the risks faced by the Group and to monitor risks. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

19 a) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations. The Group's exposure to credit risk is influenced mainly by the individual characteristics of each counterparty. The carrying amount of financial assets represents the maximum credit exposure.

The tables below detail the credit exposure of the Group's financial assets:

	February 28, 2025	August 31, 2024
	QAR	QAR
	(Reviewed)	(Audited)
Account receivables and other debit balances (Note 8)	19,505,972	10,230,230
Cash at banks (Note 9)	2,524,893	3,929,066
Total	22,030,865	14,159,296

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

19. FINANCIAL RISK MANAGEMENT (CONTINUED):

19 a) Credit risk (Continued)

The Group limits its exposure to credit risk from trade receivables by:

- i) Evaluating the creditworthiness of each counter-party prior to entering into contracts;
- ii) Establishing sale limits for each customer, which are reviewed regularly;
- iii) Establishing maximum payment periods for each customer, which are reviewed regularly; and
- iv) Periodically reviewing the collectability of its trade receivables for identification of any impaired amounts.

Measurement of ECLs

The table in note 8 to the interim condensed consolidated financial statements provides information about exposure to credit risk and ECL for trade and other debit balances as at February 28, 2025 and August 31, 2024.

Cash at banks

The Group's cash at bank is held with banks that are independently rated by credit rating agencies.

	February 28, 2025	August 31, 2024
	QAR (Reviewed)	QAR (Audited)
Cash at banks (Note 9)	2,524,893	3,929,066

The Group's bank deposits are held with credit worthy and reputable banks with high credit ratings. As a result, management believes that credit risk in respect of these balances is immaterial.

19 b) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. Management's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The table below summarizes the contractual undiscounted maturities of the Group's financial liabilities at the reporting date.

February 28, 2025 (Reviewed)

	Contractual cash flows		
	Gross carrying amount	Within one year	1-5 years
	QAR	QAR	QAR
Non-derivative financial liabilities			
Bank overdrafts (Note 9)	4,711,270	4,711,270	-
Bank borrowings (Note 13)	14,382,812	14,382,812	-
Lease liabilities (Note 6 b)	21,915,853	21,915,853	-
Account and other payables (Note 14)	10,430,204	10,430,204	-
Total	51,440,139	51,440,139	-

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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED FEBRUARY 28, 2025

19. FINANCIAL RISK MANAGEMENT (CONTINUED):

19 b) Liquidity risk (Continued)

August 31, 2024 (Audited)

	Contractual cash flows		
	Gross carrying amount	Within one year	1-5 years
	QAR	QAR	QAR
Non-derivative financial liabilities			
Bank overdrafts (Note 9)	6,357,601	6,357,601	-
Bank borrowings (Note 13)	16,873,413	16,873,413	-
Lease liabilities (Note 6 b)	27,788,705	13,512,505	-
Account and other payables (Note 14)	11,271,204	11,271,204	-
Total	62,290,923	48,014,723	-

19 c) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates, will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

20. CAPITAL RISK MANAGEMENT:

The Group manages its capital to ensure that the Group will be able to continue as a going concern while maximizing the return to shareholders through the optimization of invested capital. The capital structure of the Group consists of equity, comprising share capital, capital contribution, legal reserves and retained earnings.

21. EVENTS AFTER THE REPORTING PERIOD:

There have been no material events occurring after the reporting date that require adjustments to or disclosure in the interim condensed consolidated financial statements.

22. FAIR VALUES OF FINANCIAL INSTRUMENTS:

Financial instruments include financial assets and liabilities.

Financial assets consist of bank balances and cash, and account receivable and other debit balances. Financial liabilities consist of accounts payable, accrued expenses, bank loans and borrowing, bank overdraft, lease liability and deferred income.

The fair values of financial instruments are not materially different from their carrying values.

23. COMPARATIVE FIGURES:

Certain amounts in the comparative figures of the interim condensed consolidated financial statements and notes to the interim condensed consolidated financial statements have been reclassified to confirm to the current year's presentation. Management believes that reclassification resulted to a better presentation of accounts and did have any significant impact on prior period's net income.