

Islamic Holding Group (Q.S.C.)

INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

31 MARCH 2015

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF ISLAMIC HOLDING GROUP (Q.S.C)

Introduction

We have reviewed the accompanying interim consolidated financial position of Islamic Holding Group (Q.S.C) (the "Company") and its subsidiaries (together referred to as the "Group") as at 31 March 2015 and the related interim consolidated statements of income, comprehensive income, changes in equity and cash flows for the three-month period then ended and the related explanatory notes. 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 interim condensed consolidated financial statements based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Ziad Nader
of Ernst & Young
Auditor's Registration No. 258

Date: 8 April 2015
Doha

Islamic Holding Group (Q.S.C.)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2015

	<i>Notes</i>	31 March 2015 (Unaudited) QR	31 December 2014 (Audited) QR
ASSETS			
Current assets			
Bank balances	3	41,575,986	53,604,864
Bank balances - customers' funds	4	224,137,735	463,966,828
Due from customer		695,082	-
Due from Qatar Exchange		-	26,881,268
Prepayments and other debit balances	5	5,289,165	13,399,697
Total current assets		271,697,968	557,852,657
Non-current assets			
Investment properties	6	11,228,260	-
Available for sale financial assets	7	3,287,986	5,562,617
Property and equipment		901,529	222,675
Total non-current assets		15,417,775	5,785,292
Total assets		287,115,743	563,637,949
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Due to customers		221,040,510	491,216,906
Due to Qatar Exchange		1,602,687	-
Accrued expenses and other credit balances	8	3,902,763	3,560,225
Total current liabilities		226,545,960	494,777,131
Non-current liability			
Employees' end of service benefits		1,126,179	1,087,805
Total liabilities		227,672,139	495,864,936
Shareholders' equity			
Share capital	9	40,000,000	40,000,000
Legal reserve		11,909,409	11,909,409
Retained earnings		7,534,195	16,113,566
Fair value reserve		-	(249,962)
Total shareholders' equity		59,443,604	67,773,013
Total liabilities and shareholders' equity		287,115,743	563,637,949

Dr. Yousuf Ahmad Hussain Al Nama
Chairman and Managing Director

Jamal Abdullah Al-Jamal
Board Member

The attached notes 1 to 15 form part of these interim condensed consolidated financial statements.

Islamic Holding Group (Q.S.C.)

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three months ended 31 March 2015

	<i>Notes</i>	<i>Three months ended 31 March 2015 (Unaudited) QR</i>	<i>Three months ended 31 March 2014 (Unaudited) QR</i>
Brokerage and commission income		7,199,690	6,996,289
Brokerage and commission expense		(1,974,830)	(1,855,493)
Brokerage and commission income, net		5,224,860	5,140,796
Net gain on sale of investment properties	6	592,935	-
Income from saving accounts with Islamic banks		87,454	98,868
Net (loss) gain from sale of available of sale financial assets		(402,327)	283,970
Impairment losses on available for sale investments		-	(163,271)
Dividends income		138,784	55,000
Net operating income		5,641,706	5,415,363
Other income		-	16,954
General and administrative expenses		(2,221,077)	(2,467,810)
Profit for the period		3,420,629	2,964,507
Basic and diluted earnings per share	11	0.86	0.74

The attached notes 1 to 15 form part of these interim condensed consolidated financial statements.

Islamic Holding Group (Q.S.C.)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three months ended 31 March 2015

	<i>Three months ended 31 March 2015 (Unaudited) QR</i>	<i>Three months ended 31 March 2014 (Unaudited) QR</i>
Profit for the period	3,420,629	2,964,507
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Changes in fair value of available for sale investments	-	62,821
Net loss on disposal of available-for-sale investments reclassified to the interim consolidated statement of income	<u>249,962</u>	<u>-</u>
Total comprehensive income for the period	<u>3,670,591</u>	<u>3,027,328</u>

The attached notes 1 to 15 form part of these interim condensed consolidated financial statements.

Islamic Holding Group (Q.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three months ended 31 March 2015

	<i>Share capital</i> <i>QR</i>	<i>Legal</i> <i>reserve</i> <i>QR</i>	<i>Retained</i> <i>earnings</i> <i>QR</i>	<i>Fair value</i> <i>reserve</i> <i>QR</i>	<i>Total</i> <i>QR</i>
As at 1 January 2015 (Audited)	40,000,000	11,909,409	16,113,566	(249,962)	67,773,013
Profit for the period	-	-	3,420,629	-	3,420,629
Other comprehensive loss for the period	-	-	-	249,962	249,962
Total comprehensive income for the period	-	-	3,420,629	249,962	3,670,591
Dividends paid to shareholders (Note 10)	-	-	(12,000,000)	-	(12,000,000)
As at 31 March 2015 (Unaudited)	40,000,000	11,909,409	7,534,195	-	59,443,604
	<i>Share capital</i> <i>QR</i>	<i>Legal</i> <i>reserve</i> <i>QR</i>	<i>Retained</i> <i>earnings</i> <i>QR</i>	<i>Fair value</i> <i>reserve</i> <i>QR</i>	<i>Total</i> <i>QR</i>
As at 1 January 2014 (Audited)	40,000,000	10,243,566	8,882,022	(158,570)	58,967,018
Profit for the period	-	-	2,964,507	-	2,964,507
Other comprehensive income for the period	-	-	-	62,821	62,821
Total comprehensive income for the period	-	-	2,964,507	62,821	3,027,328
Dividends paid to shareholders (Note 10)	-	-	(6,800,000)	-	(6,800,000)
As at 31 March 2014 (Unaudited)	40,000,000	10,243,566	5,046,529	(95,749)	55,194,346

The attached notes 1 to 15 form part of these interim condensed consolidated financial statements.

Islamic Holding Group (Q.S.C.)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2015

	<i>Notes</i>	<i>Three months ended 31 March 2015 (Unaudited) QR</i>	<i>Three months ended 31 March 2014 (Unaudited) QR</i>
Operating activities			
Profit for the period		3,420,629	2,964,507
Adjustments for:			
Depreciation expense		50,241	167,958
Bank charges		56,263	54,883
Income from saving accounts with Islamic banks		(87,454)	(98,868)
Dividends income		(138,784)	(55,000)
Net loss (gain) from sale of available for sale investments	7	402,327	(283,970)
Net gain from sale of investment properties	6	(592,935)	-
Impairment losses on available for sale investments		-	163,271
Provision for employees' end of service benefits		38,374	43,072
		<u>3,148,661</u>	<u>2,955,853</u>
Working capital changes:			
Bank balances – customers' funds		239,829,093	(70,400,358)
Due from customers		(695,082)	(474,009)
Prepayments and other debit balances		(5,924,793)	(9,370,279)
Due to customers		(270,176,396)	57,098,486
Due to Qatar Exchange		28,483,955	16,652,071
Accrued expenses and other credit balances		342,538	(1,437,986)
		<u>(4,992,024)</u>	<u>(4,976,222)</u>
Cash used in operations		(4,992,024)	(4,976,222)
Bank charges		(56,263)	(54,883)
Employees end of service benefits paid		-	(19,480)
		<u>(5,048,287)</u>	<u>(5,050,585)</u>
Net cash flows used in operating activities		(5,048,287)	(5,050,585)
Investing activities			
Purchases of property and equipment		(729,095)	(8,794)
Purchases of available for sale investments		-	(10,242,020)
Proceeds from sale of available for sale financial assets		2,122,266	9,841,879
Proceeds from sales of investment properties	6	3,400,000	-
Dividends income		138,784	55,000
Income from saving accounts with Islamic banks		87,454	98,868
		<u>5,019,409</u>	<u>(255,067)</u>
Cash flows from (used in) investing activities		5,019,409	(255,067)
Financing activity			
Dividends paid to shareholders		(12,000,000)	(6,800,000)
		<u>(12,000,000)</u>	<u>(6,800,000)</u>
Cash flows used in financing activity		(12,000,000)	(6,800,000)
Net decrease in cash and cash equivalents		(12,028,878)	(12,105,652)
Cash and cash equivalents at 1 January		53,604,864	48,441,981
Cash and cash equivalents at 31 March	3	<u>41,575,986</u>	<u>36,336,329</u>

The attached notes 1 to 15 form part of these interim condensed consolidated financial statements.

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

1 GENERAL INFORMATION

Islamic Financial Securities Company (Q.P.S.C) was established as a Qatari Private shareholding Company and registered under the Commercial Registration under No. 26337. The principal activities of the Company are investing in shares, bonds and brokerage services in Qatar Exchange according to the Islamic Sharea'a. The Company is governed by the provisions of Qatar Commercial Companies' Law No.5 of 2002 and the regulations of Qatar Financial Market Authority and Qatar Exchange.

The Board of Directors has decided to change the legal structure of the Company to a Qatari Public Shareholding Company on 22 September 2006, which was approved by the Ministry of Economy and Trade on 26 December 2006. The Company's shares were listed in Qatar Exchange on 3 March 2008.

In its Board of Directors meeting dated 28 December 2009 and the Extraordinary General Assembly Meeting dated 22 August 2010, the shareholders of the Group have resolved to change the Company's name and legal structure from Islamic Financial Securities Company (Qatar Public Shareholding Company) to Islamic Holding Group (Qatari Public Shareholding Company – Parent). The change was approved by the Qatar Financial Markets Authority and the Ministry of Business and Trade on 19 July 2010.

These consolidated financial statements include the financial statements of the Company and its subsidiaries "Islamic Financial Securities Company (S.O.C) and Ajyad Real Estate Company (S.O.C) (hereinafter referred to as the "Group").

Islamic Financial Securities Company (S.O.C) was registered in the State of Qatar under Commercial Registration No. 46645 as a Single Owner Company on 19 Jul 2010. It is fully owned by the Islamic Holding Group (Q.S.C.) ("the Company" or "the Parent"), the principal activities of the Company are brokerage services.

Ajyad Real Estate Company (S.O.C) was incorporated in the state of Qatar as Single Owner Company under Commercial Registration No. 56091 dated 4 June 2012. The Company is fully owned by the parent Company, Islamic Holding Group (Q.S.C) (the "Company" or the "Parent"), the principal activities of the Company are real estate trading and brokerage activities.

The interim condensed consolidated financial statements of the Group for the three months ended 31 March 2015 were authorised for issue in accordance with a resolution of the Board of Directors on 8 April 2015.

2 BASIS OF PREPARATION AND CONSOLIDATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The interim condensed consolidated financial statements of the Company and its subsidiaries for the three months ended 31 March 2015 have been prepared in accordance with the International Accounting Standard 34 - "Interim Financial Reporting".

The interim condensed consolidated financial statements do not contain all 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 31 December 2014.

2 BASIS OF PREPARATION AND CONSOLIDATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Basis of consolidation

The interim condensed consolidated financial statements comprise the interim condensed financial statement of the Company and its subsidiaries as at 31 March 2015.

Subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date when such control ceases. The interim condensed financial statements of the subsidiaries are prepared for the same reporting period as the parent company, using consistent accounting policies. All intra-group balances, transactions, unrealized gains and losses resulting from intra-group transactions and dividends are eliminated in full.

Where the ownership of a subsidiary is less than 100% and, therefore, a non-controlling interest (NCI) exists, the NCI is allocated its share of the total comprehensive income of the period, even if that results in a deficit balance.

The Group's major subsidiaries included in these interim condensed consolidated financial statements are:

<i>Company's name</i>	<i>Country of incorporation</i>	<i>Company's activities</i>	<i>Percentage of ownership 31 March 2015</i>	<i>Percentage of ownership 31 December 2014</i>
Islamic Financial Securities Company (S.O.C)	Qatar	Brokerage services	100%	100%
Ajyad Real Estate Company (S.O.C)	Qatar	Real Estate	100%	100%

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognizes the assets (including goodwill) and liabilities of the subsidiary;
- Derecognizes the carrying amount of any non-controlling interest;
- Derecognizes the cumulative translation differences, recorded in equity;
- Recognizes the fair value of the consideration received;
- Recognizes the fair value of any investment retained;
- Recognizes any surplus or deficit in profit or loss;
- Reclassifies the parent's share of components previously recognized in other comprehensive income to profit or loss or retained earnings, as appropriate.

2 BASIS OF PREPARATION AND CONSOLIDATION AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

New standards, interpretation and amendments

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2014, except for the adoption of new standards and interpretations effective as of 1 January 2015.

IFRS 3 Business Combinations

The amendment is applied prospectively and clarifies that all contingent consideration arrangements classified as liabilities (or assets) arising from a business combination should be subsequently measured at fair value through profit or loss whether or not they fall within the scope of IFRS 9 (or IAS 39, as applicable). This is consistent with the Group's current accounting policy, and thus this amendment does not impact the Group's accounting policy.

IFRS 8 Operating Segments

An entity must disclose the judgements made by management in applying the aggregation criteria in paragraph 12 of IFRS 8, including a brief description of operating segments that have been aggregated and the economic characteristics (e.g., sales and gross margins) used to assess whether the segments are 'similar' and the reconciliation of segment assets to total assets is only required to be disclosed if the reconciliation is reported to the chief operating decision maker, similar to the required disclosure for segment liabilities.

IAS 16 Property, Plant and Equipment and IAS 38 Intangible Assets

The amendment is applied retrospectively and clarifies in IAS 16 and IAS 38 that the asset may be revalued by reference to observable data by either adjusting the gross carrying amount of the asset to market value or by determining the market value of the carrying value and adjusting the gross carrying amount proportionately so that the resulting carrying amount equals the market value. In addition, the accumulated depreciation or amortisation is the difference between the gross and carrying amounts of the asset. The Group did not record any revaluation adjustments during the current interim period.

IAS 24 Related Party Disclosures

The amendment is applied retrospectively and clarifies that a management entity (an entity that provides key management personnel services) is a related party subject to the related party disclosures. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services. This amendment is not relevant for the Group as it does not receive any management services from other entities.

IAS 40 Investment Property

The description of ancillary services in IAS 40 differentiates between investment property and owner-occupied property (i.e., property, plant and equipment). The amendment is applied prospectively and clarifies that IFRS 3, and not the description of ancillary services in IAS 40, is used to determine if the transaction is the purchase of an asset or a business combination. In previous periods, the Group has relied on IFRS 3, not IAS 40, in determining whether an acquisition is of an asset or is a business acquisition. Thus, this amendment does not impact the accounting policy of the Group.

3 BANK BALANCES

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 March 2014 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Bank balances	<u>41,575,986</u>	<u>36,336,329</u>	<u>53,604,864</u>

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

4 BANK BALANCES – CUSTOMERS’ FUND

Represent bank balances for the customers, which the Group holds in trust until the customers commit those funds to the purchase of shares, following which the Group transfers the committed funds to the Group’s bank accounts and settles with the settlement authority

5 PREPAYMENTS AND OTHER DEBIT BALANCES

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Amounts paid to Al Tashelat Islamic Company W.L.L	1,964,675	10,500,000
Refundable deposits	2,000,250	2,000,250
Prepaid expenses	1,192,815	828,530
Other assets	131,425	70,917
Total	<u>5,289,165</u>	<u>13,399,697</u>

6 INVESTMENT PROPERTIES

During the three months period ended 31 March 2015, the Group sold an investment property to Al Tashelat Islamic Company W.L.L, a related party. The details of this transaction are summarised as follow:

	<i>Three months ended 31 March 2015 (Unaudited)</i>	<i>Three months ended 31 March 2014 (Unaudited)</i>
Proceed from sale of trading property	3,400,000	-
Cost of purchase of trading property	(2,807,065)	-
Net gain on sale of trading property	<u>592,935</u>	<u>-</u>

7 AVAILABLE FOR SALE FINANCIAL ASSETS

Available for sale financial assets include the following:

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Quoted equity securities		
Equity securities – Qatar (i)	-	2,274,631
Unquoted equity securities		
Equity securities – Qatar	<u>3,287,986</u>	<u>3,287,986</u>
Total	<u>3,287,986</u>	<u>5,562,617</u>

(i) During the three months period ended in 31 March 2015 the Group sold the equity portfolio in the local equity securities, and realised a loss of QR 402,327 (31 March 2014: gain on sale of equity security of QR 283,970)

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

8 ACCRUED EXPENSES AND OTHER CREDIT BALANCES

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Dividends payable	2,662,501	536,137
Accrued expenses	597,862	687,796
Payable to shareholders from sales of shares	377,779	398,939
Notes payable	264,621	321,116
Provision for sports and social activities contribution	-	402,497
Other liabilities	-	1,213,740
Total	3,902,763	3,560,225

9 SHARE CAPITAL

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Authorized and issued share capital: 4,000,000 shares with a value of QR.10 per share	40,000,000	40,000,000

The Board of Directors in its meeting that was held on in 15 March 2015 increase the current share capital of the company by 50% to become 6,000,000 shares, through right issue offering to existing shareholders the process is expected to be during 2015.

10 DIVIDENDS

The Annual General Assembly Meeting of the Company that was held on 11 February 2015 approved QR 3 per share totalling to QR 12,000,000 as cash dividends relating to 2014.

The Annual General Assembly Meeting of the Company that was held on 18 February 2014 approved QR 1.7 per share totalling to QR 6,800,000 as cash dividends relating to 2013.

11 BASIC AND DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are calculated by dividing profit for the period by the weighted average number of ordinary shares outstanding during the period as follows:

	<i>Three months ended 31 March 2015 (Unaudited)</i>	<i>Three months ended 31 March 2014 (Unaudited)</i>
Profit for the period (QR)	3,420,629	2,964,507
Weighted average number of shares	4,000,000	4,000,000
Basic and diluted earnings per share (QR)	0.86	0.74

There were no potentially dilutive shares outstanding at any time during the period and therefore, the diluted earnings per share is equal to the basic earnings per share.

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

12 CONTINGENT LIABILITIES

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Letters of guarantee	<u>125,000,000</u>	<u>85,000,000</u>

13 RELATED PARTIES TRANSACTIONS

Related parties represent major shareholders, directors and key management personnel of the Group and entities controlled, jointly controlled or significantly influenced by those parties.

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

	<i>Three months ended 31 March 2015 (Unaudited) QR</i>	<i>Three months ended 31 March 2014 (Unaudited) QR</i>
Income from saving accounts with Islamic banks	<u>87,454</u>	<u>98,868</u>
Brokerage and commission income, net	<u>471,266</u>	<u>992,076</u>
Returned commissions	<u>(406,233)</u>	<u>(911,206)</u>
Gain on sale of investment properties	<u>592,935</u>	<u>-</u>

Balances with related parties included in the interim consolidated statement of financial position are as follows:

	<i>31 March 2015 (Unaudited) QR</i>	<i>31 December 2014 (Audited) QR</i>
Bank balances	<u>213,847,957</u>	<u>261,837,299</u>
Al Tashelat Islamic Company W.L.L	<u>1,964,675</u>	<u>10,500,000</u>

Key management remuneration

The remuneration of directors and other members of key management during the period were as follows:

	<i>Three months ended 31 March 2015 (Unaudited) QR</i>	<i>Three Months ended 31 March 2014 (Unaudited) QR</i>
Short term benefits	<u>333,900</u>	<u>324,900</u>

14 FINANCIAL INSTRUMENTS

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial investments 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 value that are not based on observable market data

For financial instruments that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

As at 31 March 2015, the Group held the following financial instruments measured at fair value:

	<i>Fair value QR</i>	<i>Level 1 QR</i>	<i>Level 2 QR</i>	<i>Level 3 QR</i>
<i>31 March 2015 (Unaudited)</i>				
Available for sale investments	-	-	-	3,287,986
	<i>Fair value QR</i>	<i>Level 1 QR</i>	<i>Level 2 QR</i>	<i>Level 3 QR</i>
<i>31 December 2014 (Audited)</i>				
Available for sale investments	2,055,289	2,055,289	-	3,287,986

During the period ended 31 March 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.

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

15 SEGMENT INFORMATION

For management purposes, the Group is organized into business units based on their nature of activities and has three reportable segments and other activities. The three reportable segments are as follows:

- Brokerage – this segment includes financial brokerage services provided to customers;
- Real Estate – this segment includes providing property management, marketing and sales services for real estate
- Others – represents the Holding Company, which provides corporate services to the subsidiaries in the Group.

Management monitors the operating results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss. Transfer pricing between operating segments are on arm's length basis in a manner similar to transactions with third parties.

<i>Three months ended 31 March 2015 (Reviewed)</i>	<i>Brokerage Service QR</i>	<i>Real estate QR</i>	<i>Other QR</i>	<i>Total QR</i>	<i>Adjustments and eliminations QR</i>	<i>Consolidated QR</i>
Net brokerage and commission income	5,224,860	-	-	5,224,860	-	5,224,860
Gain on sale of trading property	-	594,618	-	594,618	-	594,618
Others	85,771	-	489,684	575,455	(350,900)	224,555
Segment revenue	5,310,631	594,618	489,684	6,394,933	(350,900)	6,044,033
Segment profit	3,158,153	555,348	14,699,717	18,413,218	(14,992,589)	3,420,629
Depreciation	45,768	-	4,473	50,241	-	50,241

Islamic Holding Group (Q.S.C.)

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

At 31 March 2015

15 SEGMENT INFORMATION (CONTINUED)

<i>Three months ended 31 March 2014 (Reviewed)</i>	<i>Brokerage Service QR</i>	<i>Real estate QR</i>	<i>Other QR</i>	<i>Total QR</i>	<i>Adjustments and eliminations QR</i>	<i>Consolidated QR</i>
Net brokerage and commission income	5,140,796	-	-	5,224,860	-	5,140,796
Others	3,253,794	-	2,341,794	5,595,588	-	5,595,588
Segment revenue	<u>8,394,590</u>	<u>-</u>	<u>2,341,794</u>	<u>10,736,384</u>	<u>-</u>	<u>10,736,384</u>
Segment profit	<u>2,726,444</u>	<u>-</u>	<u>238,063</u>	<u>2,964,507</u>	<u>-</u>	<u>2,964,507</u>
Depreciation	<u>106,810</u>	<u>-</u>	<u>26,702</u>	<u>133,512</u>	<u>-</u>	<u>133,512</u>

The following table presents the segment assets and liabilities:

<i>At 31 March 2015 (Reviewed)</i>	<i>Brokerage Service QR</i>	<i>Real estate QR</i>	<i>Other QR</i>	<i>Total QR</i>	<i>Adjustments and eliminations QR</i>	<i>Consolidated QR</i>
<i>Segment assets</i>	<u>263,559,070</u>	<u>5,675,385</u>	<u>51,999,173</u>	<u>321,233,628</u>	<u>(34,117,885)</u>	<u>287,115,743</u>
<i>Segment liabilities</i>	<u>226,530,810</u>	<u>9,000</u>	<u>3,290,499</u>	<u>229,830,309</u>	<u>(2,158,170)</u>	<u>227,292,059</u>
<i>At 31 December 2014 (Audited)</i>	<i>Brokerage Service QR</i>	<i>Real estate QR</i>	<i>Other QR</i>	<i>Total QR</i>	<i>Adjustments and eliminations QR</i>	<i>Consolidated QR</i>
<i>Segment assets</i>	<u>533,751,006</u>	<u>11,113,287</u>	<u>51,485,082</u>	<u>596,349,375</u>	<u>(32,711,426)</u>	<u>563,637,949</u>
<i>Segment liabilities</i>	<u>494,888,310</u>	<u>6,002,250</u>	<u>2,685,805</u>	<u>503,576,365</u>	<u>(7,711,429)</u>	<u>495,864,936</u>

The Group's operations are located in the State of Qatar.