

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020
WITH REVIEW REPORT
(UNAUDITED)**

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020
WITH REVIEW REPORT
(UNAUDITED)**

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Review report

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REVIEW REPORT

The Shareholders
Umm Al Qaiwain General Investments Company P.S.C.
Public Shareholding Company
Umm Al Qaiwain - United Arab Emirates

Review Report on the interim financial information

Introduction

We have reviewed the accompanying interim condensed financial position of Umm Al Qaiwain General Investments Company P.S.C. - Public Shareholding Company, the "Company" as of September 30, 2020, the related condensed interim statements of profit or loss, other comprehensive income, changes in shareholder's equity and cash flows for the nine months period then ended. Management is responsible for the preparation and presentation of this interim condensed financial information in accordance with International Accounting Standard No (34) "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed financial information based on our review.

Scope of review

We conducted our review in accordance with the International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditors of the Entity".

A review of interim condensed 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 financial information is not prepared, in all material respects, in accordance with International Accounting Standard No. (34) "Interim Financial Reporting".



Mohammad S. Al Sela ACPA
License No. 884
Rödl Middle East
Certified Public Accountants

November 11, 2020
Sharjah - U.A.E.




**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES**

Exhibit - A

**INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION AS OF SEPTEMBER 30, 2020
(UNAUDITED)**

(All amounts are in U.A.E. Dirhams)

	Notes	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
ASSETS				
Non-current assets				
Land	4	330,925,540	330,925,540	330,925,540
Investments at fair value through other Comprehensive income (FVTOCI)	5 (A)	278,970,446	256,702,353	263,487,051
Total non-current assets		609,895,986	587,627,893	594,412,591
Current assets				
Investments at fair value through profit or loss (FVTPL)	5 (B)	81,177,690	86,359,614	72,655,035
Trade and other receivables	6	369,389	966,540	815,462
Cash and cash equivalent	7	798,530	16,620,007	26,205,739
Total current assets		82,345,609	103,946,161	99,676,236
Total assets		692,241,595	691,574,054	694,088,827
SHAREHOLDERS' EQUITY AND LIABILITIES				
Shareholders' equity				
Share capital	8	363,000,000	363,000,000	363,000,000
Legal reserve	9	37,058,424	37,058,424	34,798,487
Investments revaluation reserve-FVTOCI		(92,613,558)	(81,277,388)	(79,473,410)
Land revaluation reserve		297,085,855	297,085,855	297,085,855
Retained earnings		17,168,346	28,164,837	28,964,605
Total shareholders' equity		621,699,067	644,031,728	644,375,537
Non-current liabilities				
Provision for indemnity		796,368	851,204	829,117
Total non-current liabilities		796,368	851,204	829,117
Current liabilities				
Trade and other payables		47,632,458	45,184,098	45,050,748
Bank overdraft		22,113,702	1,507,024	3,833,425
Total current liabilities		69,746,160	46,691,122	48,884,173
Total liabilities		70,542,528	47,542,326	49,713,290
Total shareholder's equity and liabilities		692,241,595	691,574,054	694,088,827


Mohammed Salem Abdulla Salem Al Hosani
Managing Director

The accompanying notes are an integral part of these interim condensed financial statements.

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**INTERIM CONDENSED STATEMENT OF PROFIT OR LOSS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020
(UNAUDITED)**

(All amounts are in U.A.E. Dirhams)

	<u>Notes</u>	<u>Nine months ended</u>		<u>Three months ended</u>	
		September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)
Revenues					
Profit from investment in shares		25,277,195	28,747,183	1,545,006	2,480,336
Changes in fair value of investment at FVTPL	5 (B)	(12,572,633)	(3,467,626)	7,300,936	(781,617)
(Loss) on foreign exchange		-	(225)	-	-
Other income		54,914	83,319	52,314	-
Total revenues		12,759,476	25,362,651	8,898,256	1,698,719
Expenses and other charges					
Finance costs		1,508,743	372,926	486,127	2,000
General and administration expenses	10	3,019,023	2,561,042	1,261,184	659,673
Total expenses and other charges		(4,527,766)	(2,933,968)	(1,747,311)	(661,673)
Net profit for the period		8,231,710	22,428,683	7,150,945	1,037,046
Basic earnings per share	11	0.023	0.062	0.020	0.003

The accompanying notes are an integral part of these interim condensed financial statements.

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**INTERIM CONDENSED STATEMENT OF OTHER COMPREHENSIVE INCOME FOR THE NINE
MONTHS ENDED SEPTEMBER 30, 2020
(UNAUDITED)**

(All amounts are in U.A.E. Dirhams)

	<u>Notes</u>	<u>Nine months ended</u>		<u>Three months ended</u>	
		September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)
Net profit for the period		8,231,710	22,428,683	7,150,945	1,037,046
Other comprehensive income for the period					
Changes in fair value of investments at FVTOCI	5 (A)	(13,314,430)	(94,126,955)	5,083,711	(40,145,955)
Profit from sale of investments at FVTOCI		2,300,059	2,026,461	1,989,752	365,682
Total other comprehensive (loss)/ Gain		(11,014,371)	(92,100,494)	7,073,463	(39,780,273)
Total comprehensive (loss) / Gain for the period		(2,782,661)	(69,671,811)	14,224,408	(38,743,227)

The accompanying notes are an integral part of these interim condensed financial statements.

UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES

INTERIM CONDENSED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020
(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

	Share capital	Legal reserve	Investments revaluation reserve- FVTOCI	Land revaluation reserve	Retained earnings	Total
Balance at December 31, 2018	363,000,000	34,798,487	13,985,765	297,085,855	24,727,241	733,597,348
Net profit for the period	-	-	-	-	22,428,683	22,428,683
Other comprehensive (loss)	-	-	(94,126,955)	-	2,026,461	(92,100,494)
Total comprehensive (loss) for the period	-	-	(94,126,955)	-	24,455,144	(69,671,811)
Dividends distribution	-	-	-	-	(18,150,000)	(18,150,000)
Board of director's remuneration	-	-	-	-	(1,400,000)	(1,400,000)
Transfer to retained earnings on sale of investment at FVTOCI	-	-	667,780	-	(667,780)	-
Balance at September 30, 2019	363,000,000	34,798,487	(79,473,410)	297,085,855	28,964,605	644,375,537
Balance at December 31, 2019	363,000,000	37,058,424	(81,277,388)	297,085,855	28,164,837	644,031,728
Net profit for the period	-	-	-	-	8,231,710	8,231,710
Other comprehensive (loss)	-	-	(13,314,430)	-	2,300,059	(11,014,371)
Total comprehensive (loss) for the period	-	-	(13,314,430)	-	10,531,769	(2,782,661)
Dividends distribution	-	-	-	-	(18,150,000)	(18,150,000)
Board of director's remuneration	-	-	-	-	(1,400,000)	(1,400,000)
Transfer to retained earnings on sale of investment at FVTOCI	-	-	1,978,260	-	(1,978,260)	-
Balance at September 30, 2020	363,000,000	37,058,424	(92,613,558)	297,085,855	17,168,346	621,699,067

The accompanying notes are an integral part of these interim condensed financial statements.

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
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UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**INTERIM CONDENSED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020
(UNAUDITED)**

(All amounts are in U.A.E. Dirhams)

	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)
Cash flows from operating activities		
Net profit for the period	8,231,710	22,428,683
Adjustment for: -		
Provision for staff indemnity	(54,836)	72,041
Profit from investment in shares	(25,277,195)	(28,747,183)
Changes in fair value of investments at FVTPL	12,572,633	3,467,626
(Loss) on foreign exchange	-	225
Finance cost	1,508,743	372,926
Bank interest	-	(83,319)
	-----	-----
Operating (loss) before working capital changes	(3,018,945)	(2,489,001)
Trade and other receivables	85,647	(171,356)
Trade and other payables	194,008	(148,221)
	-----	-----
Cash used in operating activities	(2,739,290)	(2,808,578)
Finance cost paid	(1,508,743)	(372,926)
Net movement in investment in shares	(42,973,232)	(20,642,188)
Proceed from investments sale and dividends received	28,088,758	30,395,976
	-----	-----
Net cash flows (used in) from operating activities	(19,132,507)	6,572,284
	-----	-----
Cash flows from investing activities		
Bank interest received	-	83,319
	-----	-----
Net cash flows from investing activities	-	83,319
	-----	-----
Cash flows from financing activities		
Paid to shareholders	(15,895,648)	(15,484,933)
Board of Directors' remuneration paid	(1,400,000)	(1,400,000)
Bank overdraft	20,606,678	3,084,507
	-----	-----
Net cash flows from (used in) financing activities	3,311,030	(13,800,426)
	-----	-----
Net (decrease) in cash and cash equivalents	(15,821,477)	(7,144,823)
Cash and cash equivalents at the beginning of the period	16,620,007	33,350,562
	-----	-----
Cash and cash equivalents at the end of the period	798,530	26,205,739
	=====	=====

The accompanying notes are in integral part of these interim condensed financial statements.

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

1- LEGAL STATUS AND PRINCIPLE ACTIVITIES

Umm Al Qaiwain General Investments Company (Formerly Umm Al Qaiwain Cement Industries Company), a Public Shareholding Company (hereinafter referred to as "the Company"), was incorporated in Umm Al Qaiwain by Amiri Decree number 2/82 on February 11, 1982.

The Company had obtained approval from the Securities and Commodities Authority to change the commercial activities and trade name to become Umm Al Qaiwain General Investments Company P.S.C. and obtained a commercial license number 4558 from the Department of Economic Development – Umm Al Qaiwain on April 24, 2016.

The company's business activity is development, establishment and management of real estate enterprises, funds and stocks investments (stocks and bonds), investment, establishment and institution in commercial enterprises, entertainment, agriculture, tourism, industrial, infrastructure, educational services, health, energy and ownership and investment of classes and units in the buildings of the investment areas.

The Company is domiciled at Umm Al Qaiwain, United Arab Emirates.
The registered address of the company is Umm Al Qaiwain – UAE.

2- BASIS OF PREPARATION AND ACCOUNTING POLICIES

Basis of Preparation

The accompanying interim condensed financial statements are prepared in accordance with IAS 34- "Interim Financial Reporting". These interim condensed consolidated financial statements should be read in conjunction with the financial statements of the Company's for the year ended December 31, 2019.

The interim condensed financial statements do not contain all information and disclosures required for full annual financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for nine-month period ended September 30, 2020 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2020.

The preparation of the interim condensed financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgments made by management in applying Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2019 subject to the matters discussed in the "Impact of COVID -19" Note No. 15.

All material intra-group balances, transactions, income and expenses and profits and losses resulting from intra-group transactions are eliminated on consolidation.

Going Concern

In light of prevailing economic conditions, the Company's management with available information about future risk and uncertainties has performed an assessment whether the Company is going concern. Based on the assessment, the Company's management have concluded that at present the Company has sufficient resources to continue in operational existence and going concern assumptions remains largely unaffected from December 31, 2019. As a result, these interim consolidated financial statements have been prepared on a going concern basis.

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The Company continues to monitor the situation closely and the Company's management have taken measures manage potential business disruption COVID -19 that may have on the Company's operations and financial performance in 2020 and in the future.

3- SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of these interim condensed consolidated financial statements are consistent with those followed in the preparation of the Company's annual consolidated financial statements of the previous financial year and corresponding interim reporting period, except for the adoption of amendments to standards as set out below.

Newly effective standard and amendments and improvements to standards

The following amendments to standards apply for the first time in 2020 and have been applied by the Company's in preparation of these interim condensed financial statements.

- Amendments to IFRS 16 on, 'Covid-19-Related Rent Concessions'. The amendment is effective for annual reporting periods beginning on or after 1 June 2020 and earlier application is permitted including interim reporting, the Company has early adopted this amendment in these interim consolidated financial statements.

As per the amendment lessee's are currently required to assess whether rent concessions are lease modifications and, if they are, apply specific accounting guidance. Accordingly, when the scope of a lease increases and the consideration changes commensurately, a separate lease exists and IFRS 16 requires that any modification be considered a new lease, and that any remaining prepayments and accruals are included in the accounting for this new lease. The amendment permits lessees, as a practical expedient, not to assess whether particular rent concessions occurring as a direct consequence of the COVID-19 pandemic are lease modifications and instead to account for those rent concessions as if they are not lease modifications. The amendment does not affect lessors.

Early adoption of this amendment did not result in any changes in any changes to previously reported net profit or equity of the Company.

Other amendments to standards that are effective as of January 1, 2020

- Amendments to References to the Conceptual Framework in IFRS Standards
- Amendments to IFRS 3 on 'Definition of a business'
- Amendments to IAS 1 and IAS 8 on 'Definition of Material'
- Amendments to IFRS 9, IAS 39 and IFRS 7 on 'Interest rate benchmark reform'

The adoption of the above amendments and interpretations to the standards did not result in any changes in to previously reported net profit or equity of the Company, but they may result in additional disclosures at the year-end

New and amended standards not yet effective, but available for early adoption

The below new and amended IFRS that are available for early adoption for financial year ending December 31, 2020, are not effective until a later period, and they have not been applied in preparing these financial statements.

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The Company's management are assessing the impact the Company's interim financial statements:

Effective date	Description
January 1, 2022	Amendments to IAS 1 on 'Classification of Liabilities as Current or Non-current'
January 1, 2022	Annual Improvements to IFRS Standards (2018-2020) covering the following standards: <ul style="list-style-type: none"> • IAS 41- Agriculture • IFRS 1- First Time Adoption of IFRS • IFRS 9- Financial Instruments • IFRS 16- Leases
January 1, 2022	Amendments to IAS 16 regarding proceeds before intended use
January 1, 2022	Amendments to IAS 37 regarding onerous contracts
January 1, 2022	Amendments to IFRS 3 updating reference to the Conceptual Framework
January 1, 2023	IFRS 17 Insurance Contracts
Effective date to be determined	Amendments to IFRS 10 and IAS 28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

4- LAND

Land amounting to AED 330,925,540 (AED 330,925,540 for 2019) is evaluated by independent evaluators at end of the financial year. The lands have an area of 10,671,317 square feet.

5- INVESTMENTS IN SECURITIES

A- Investments at fair value through other comprehensive income (FVTOCI)

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
Quoted	277,605,367	254,491,467	261,556,141
Unquoted	1,365,079	2,210,886	1,930,910
	-----	-----	-----
	278,970,446	256,702,353	263,487,051
	=====	=====	=====

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
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(UNAUDITED)

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The investments distributed according to the geographical location are as follows:

Quoted

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
In UAE	243,382,113	229,195,777	230,807,480
In GCC countries	34,223,254	25,295,690	30,748,661
	-----	-----	-----
	277,605,367	254,491,467	261,556,141
	=====	=====	=====

Unquoted

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
In UAE	-	-	-
In GCC countries	1,365,079	2,210,886	1,930,910
	-----	-----	-----
	1,365,079	2,210,886	1,930,910
	=====	=====	=====

The transactions during the period over these investments as follows:

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
Balance at January 1	256,702,353	378,038,240	378,038,240
Net movement during the year	35,582,523	(26,557,468)	(20,424,234)
Changes in investment revaluation	(13,314,430)	(94,778,419)	(94,126,955)
	-----	-----	-----
	278,970,446	256,702,353	263,487,051
	=====	=====	=====

The investments above includes shares amounting of AED 72,424,000 as securities against bank facilities granted to the company

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(UNAUDITED)
(All amounts are in U.A.E. Dirhams)**

B- Investments at fair value through profit or loss (FVTPL)

All investments through profit or loss are quoted and distributed according to the geographical location as follows:

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
In UAE	70,238,624	77,368,937	62,530,309
In GCC countries	10,939,066	8,990,677	10,124,726
	81,177,690	86,359,614	72,655,035

The transactions during the period over these investments as follows:

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
Balance at January 1	86,359,614	35,056,239	35,056,239
Net movement during the year	7,390,709	56,274,638	41,066,422
Changes in investment revaluation	(12,572,633)	(4,971,263)	(3,467,626)
	81,177,690	86,359,614	72,655,035

6- TRADE AND OTHER RECEIVABLES

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
Cash balance with brokers	106,614	618,118	472,290
Prepaid expense	90,000	180,000	180,000
Due from the staff	102,583	103,083	103,083
Bank guarantees	1,590	28,590	28,590
Others	68,602	36,749	31,499
	369,389	966,540	815,462

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(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

7- CASH AND CASH EQUIVALENTS

	September 30, 2020 (Unaudited)	December 31, 2019 (Audited)	September 30, 2019 (Unaudited)
Cash on hand	39,837	83,352	88,195
Cash at banks- UAE	38,561	77,453	17,699,162
Cash at banks - Kuwait	380,767	16,202,323	8,161,503
Cash at banks - Oman	339,365	256,879	256,879
	798,530	16,620,007	26,205,739

8- SHARE CAPITAL

The authorized and fully paid up capital is 363,000,000 made up of 363,000,000 shares of AED 1 each.

9- LEGAL RESERVE

As mentioned in the Company Law of United Arab Emirates, 10% of the profit for the year is to be transferred to legal reserve. The shareholders may resolve to discontinue such annual transfers when the reserve equals one half of the share capital. The reserve is not available for distribution.

10- GENERAL AND ADMINISTRATION EXPENSES

	<u>The Nine months ended</u>		<u>The Three months ended</u>	
	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)
Salaries and wages	1,566,148	1,519,184	469,102	459,278
End of services benefits	28,925	72,041	9,351	28,481
Leave expenses	95,130	106,060	32,226	32,713
Water and electricity	21,800	65,979	8,000	14,995
Professional fees	160,100	138,469	31,348	25,000
Sundry expenses	1,146,920	659,309	711,157	99,206
	3,019,023	2,561,042	1,261,184	659,673

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

11- BASIC EARNINGS PER SHARE

	<u>The Nine months ended</u>		<u>The Three months ended</u>	
	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)
Profit for the period	8,231,710 =====	22,428,683 =====	7,150,945 =====	1,037,046 =====
Average number of ordinary share	363,000,000 -----	363,000,000 -----	363,000,000 -----	363,000,000 -----
Basic earnings per share	0.023 =====	0.062 =====	0.020 =====	0.003 =====

12- GEOGRAPHICAL SEGMENTS

The Company's geographical segments are based on the location of the Company's assets. The two geographical segments in which the Company operates comprise of UAE and GCC.

A- Assets distribution

The following table shows the distribution of the Company's segment assets by geographical market:

	September 30, 2020	December 31, 2019	September 30, 2019
In UAE	644,902,328	638,525,864	642,393,858
In GCC countries	47,339,267	53,048,190	51,694,969
	692,241,595 =====	691,574,054 =====	694,088,827 =====

UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
PUBLIC SHAREHOLDING COMPANY
UMM AL QAIWAIN - UNITED ARAB EMIRATES

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

(All amounts are in U.A.E. Dirhams)

B- Financial assets at fair value distribution

The following table demonstrates financial assets information, the geographical allocation and the nature of activities in which invested:

1- <u>Investments at FVTOCI</u>	<u>September 30, 2020</u>		<u>December 31, 2019</u>		<u>September 30, 2019</u>		<u>September 30, 2020</u>	<u>Total</u> December 31, 2019	September 30, 2019
	<u>UAE</u>	<u>GCC</u>	<u>UAE</u>	<u>GCC</u>	<u>UAE</u>	<u>GCC</u>			
Banking sector	190,316,775	12,840,665	184,135,732	593,906	184,010,440	707,584	203,157,440	184,729,638	184,718,024
Finance and investment sector	7,351,200	5,819,895	7,893,700	10,288,329	8,024,200	16,401,475	13,171,095	18,182,029	24,425,675
Real estate sector	17,523,616	6,747,401	17,643,460	7,803,400	18,770,331	7,316,260	24,271,017	25,446,860	26,086,591
Industrial sector	2,098,649	3,929,512	2,303,899	2,270,242	2,355,366	2,376,333	6,028,161	4,574,141	4,731,699
Service sector	12,424,000	-	11,320,000	-	11,670,000	-	12,424,000	11,320,000	11,670,000
Energy sector	6,801,165	-	4,304,359	-	4,377,624	-	6,801,165	4,304,359	4,377,624
Telecommunication sector	288,039	6,250,860	299,995	6,534,000	304,887	5,858,820	6,538,899	6,833,995	6,163,707
Insurance sector	6,578,669	-	1,294,632	-	1,294,632	-	6,578,669	1,294,632	1,294,632
Basic material sector	-	-	-	16,699	-	19,099	-	16,699	19,099
	243,382,113	35,588,333	229,195,777	27,506,576	230,807,480	32,679,571	278,970,446	256,702,353	263,487,051
2- <u>Investments at FVTPL</u>									
Banking sector	4,884,237	2,547,507	758,144	2,555,413	6,344,428	2,554,064	7,431,744	3,313,557	8,898,492
Finance and investment sector	14,559,846	5,010,488	3,255,000	4,392,590	3,414,500	4,267,517	19,570,334	7,647,590	7,682,017
Real estate sector	24,931,850	1,485,387	29,750,437	1,725,824	27,780,500	1,241,611	26,417,237	31,476,261	29,022,111
Industrial sector	163,855	1,895,684	13,226,605	316,850	15,158,663	2,061,534	2,059,539	13,543,455	17,220,197
Energy sector	18,048,836	-	14,495,641	-	8,050,376	-	18,048,836	14,495,641	8,050,376
Insurance sector	7,650,000	-	15,883,110	-	1,781,842	-	7,650,000	15,883,110	1,781,842
	70,238,624	10,939,066	77,368,937	8,990,677	62,530,309	10,124,726	81,177,690	86,359,614	72,655,035
Total	313,620,737	46,527,399	306,564,714	36,497,253	293,337,789	42,804,297	360,148,136	343,061,967	336,142,086

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SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

13- FAIR VALUE MEASUREMENT

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. As such, differences can arise between book values and the fair value estimates. Underlying the definition of fair value is the presumption that the Company is going concern without any attention or requirement to materially curtail the scale of its operation or to undertake a transaction on adverse terms.

Assets and liabilities measured at fair value in the statement of financial position are grouped at three levels of the fair value hierarchy. This Company is determined at the lowest level of significant inputs used in the measurement of fair value, as follows:

Level one: Prices offered (unadjusted) in active markets for identical assets or liabilities.

Level two: Inputs other than quoted prices within Level one that can be observable for assets or liabilities either directly (ie as prices) or indirectly (ie derived from prices).

Level three: Inputs of assets or liabilities that are not based on observable market data (unobservable inputs).

As at September 30, 2020

	<u>Level one</u>	<u>Level two</u>	<u>Total</u>
Quoted equity investments – FVTPL	81,177,690	-	81,177,690
Quoted equity investments – FVTOCI	277,605,367	-	277,605,367
Unquoted equity investments- FVTOCI	-	1,365,079	1,365,079
	-----	-----	-----
	358,783,057	1,365,079	360,148,136
	=====	=====	=====

As at December 31, 2019

	<u>Level one</u>	<u>Level two</u>	<u>Total</u>
Quoted equity investments – FVTPL	86,359,614	-	86,359,614
Quoted equity investments – FVTOCI	254,491,467	-	254,491,467
Unquoted equity investments- FVTOCI	-	2,210,886	2,210,886
	-----	-----	-----
	340,851,081	2,210,886	343,061,967
	=====	=====	=====

As at September 30, 2019

	<u>Level one</u>	<u>Level two</u>	<u>Total</u>
Quoted equity investments – FVTPL	72,655,035	-	72,655,035
Quoted equity investments – FVTOCI	261,556,141	-	261,556,141
Unquoted equity investments- FVTOCI	-	1,930,910	1,930,910
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	334,211,176	1,930,910	336,142,086
	=====	=====	=====

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY P.S.C.
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UMM AL QAIWAIN - UNITED ARAB EMIRATES**

**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

14- CAPITAL RISKS MANAGEMENT

The Company use of financial instruments exposes it to financial risks such as credit risk, Liquidity risks, market risk, foreign currency risk and capital risk.

The Company continuously reviews its risk exposures and takes the necessary procedures to limit these risks at acceptable levels.

The significant risks that the Company is exposed to are as follows:

a) Credit risk

Credit risk is the risk that one party to a financial instrument will fail to pay an obligation causing the other party to incur a financial loss.

The financial instruments that potentially subject the Company to concentrations of credit risk consist principally of receivables on investments.

b) Liquidity risks

Liquidity risk is the risk that the company will be unable to meet its cash obligations. The management of liquidity risks consist of keeping sufficient cash, and arranging financing sources through enough facilities, managing highly liquid assets, and monitoring liquidity on a periodically basis by method of future cash flow.

The maturity of liabilities stated below based on the period from the financial position date to the contractual maturity date. In the case of financial instruments that do not have a contractual maturity date, the maturity is based on management's estimate of time period in which the asset will be collected or disposed and the liability settled.

The following is maturity table for the financial liabilities as of September 30, 2020:

	<u>On demand</u>	<u>Within 3 months</u>	<u>From 3 months to 1 year</u>	<u>From 1 to 5 years</u>	<u>Total</u>
Liabilities					
Provision for staff indemnity	-	-	-	796,368	796,368
Trade and other payables	-	47,632,458	-	-	47,632,458
Bank overdraft	22,113,702	-	-	-	22,113,702
	-----	-----	-----	-----	-----
Total liabilities	22,113,702	47,632,458	-	796,368	70,542,528
	=====	=====	=====	=====	=====

The following is maturity table for the financial liabilities as of December 31, 2019:

	<u>On demand</u>	<u>Within 3 months</u>	<u>From 3 months to 1 year</u>	<u>From 1 to 5 years</u>	<u>Total</u>
Liabilities					
Provision for staff indemnity	-	-	-	851,204	851,204
Trade and other payables	-	45,184,098	-	-	45,184,098
Bank overdraft	1,507,024	-	-	-	1,507,024
	-----	-----	-----	-----	-----
Total liabilities	1,507,024	45,184,098	-	851,204	47,542,326
	=====	=====	=====	=====	=====

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**NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED
SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

The following is maturity table for the financial liabilities as of September 30, 2019:

	<u>On demand</u>	<u>Within 3 months</u>	<u>From 3 months to 1 year</u>	<u>From 1 to 5 years</u>	<u>Total</u>
Liabilities					
Provision for staff indemnity	-	-	-	829,117	829,117
Trade and other payables	-	45,050,748	-	-	45,050,748
Bank overdraft	3,833,425	-	-	-	3,833,425
Total liabilities	3,833,425	45,050,748	-	829,117	49,713,290

c) Market risk

Market risk is defined as the risk which causes fluctuation in financial instruments value as a result of change in market prices. International Financial Reporting Standards require disclosure of the financial instruments that are exposed to fluctuation in its value as a result of change in its market prices. The financial instruments that expose the Company to market price fluctuation risk as at September 30, 2020 comprise of investment in financial assets amounting to AED 360,148,136.

d) Foreign Currency risk

Foreign currency risk is defined as a risk resulting from the fluctuation in the value of financial instruments as a result of changes in the foreign currency exchange rate. On the date of the financial statements, the Company maintained recognized financial instruments which are exposed to the foreign currency risk that may cause a change in the related cash flow amounts as a result of the fluctuation of foreign currency exchange rates.

The details of the recognized financial instruments in foreign currencies stated in the attached statement of financial position as of September 30, 2020 are as follows: -

	<u>Type of foreign currency</u>	<u>Carrying value in UAE Dirham</u>
Financial assets - Kuwait	KD	45,655,137
Cash at banks - Kuwait	KD	380,767
Financial assets - Oman	OMR	872,262
Cash at banks - Oman	OMR	339,365

e) Capital risk

Regularly, the Company reviews its capital structure which includes debt and equity securities and considers the cost of capital and the risks associated with each class of the capital. The Company manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance.

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SEPTEMBER 30, 2020**

(UNAUDITED)

(All amounts are in U.A.E. Dirhams)

15- IMPACT OF COVID -19

COVID-19 was declared a pandemic by WHO (World Health Organization) and is causing disruptions to business and economic activities across various geographies globally. The local government system in United Arab Emirates has announced various measures to support businesses to mitigate possible adverse impact due to the pandemic. The Company continues to monitor the situation and the Company's management has taken measures to continue the operations with minimal disruptions and also have risk management plans in place to manage potential disruptions in the future.

Due to the prevailing uncertain situation, the Company management has revisited its judgments, estimates and risk management objectives and have considered the potential impacts of the current volatility in determining the reported amounts of the Company's financial and non-financial assets as at September 30, 2020.

16- APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the management on 11 November 2020.