

Ooredoo Q.P.S.C.
Doha - Qatar

Condensed consolidated interim financial
information for the nine-month period ended
30 September 2021

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

CONTENTS

PAGE(S)

<i>Report on review of condensed consolidated interim financial information</i> _____	<i>1</i>
<i>Condensed consolidated interim statement of profit or loss</i> _____	<i>2</i>
<i>Condensed consolidated interim statement of comprehensive income</i> _____	<i>3</i>
<i>Condensed consolidated interim statement of financial position</i> _____	<i>4–5</i>
<i>Condensed consolidated interim statement of changes in equity</i> _____	<i>6–7</i>
<i>Condensed consolidated interim statement of cash flows</i> _____	<i>8</i>
<i>Notes to the condensed consolidated interim financial information</i> _____	<i>9–32</i>



REPORT ON REVIEW OF CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF OOREDOO Q.P.S.C.

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Ooredoo Q.P.S.C. (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 September 2021 and the related condensed consolidated interim statements of profit or loss and comprehensive income for the three-month and nine-month periods then ended, and condensed consolidated interim statements of changes in equity and cash flows for the nine-month period then ended, and explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34 'Interim Financial Reporting' as issued by the International Accounting Standard Board (IASB). Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

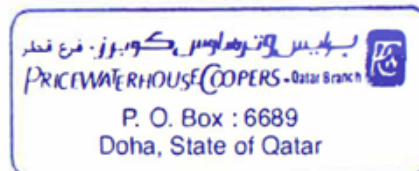
We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34 "Interim Financial Reporting".

For and on behalf of PricewaterhouseCoopers – Qatar Branch
Qatar Financial Market Authority registration number 120155

Waleed Tahtamouni
Auditor's registration number 370
27 October 2021



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2021 (Reviewed) QR.'000	2020* (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020* (Reviewed) QR.'000
Revenue	4	7,608,539	7,295,906	22,117,593	21,413,976
Other income		47,510	59,801	141,489	335,705
Network, interconnect and other operating expenses	5	(3,325,818)	(3,223,658)	(9,856,639)	(9,524,843)
Employee salaries and associated cost		(758,286)	(777,591)	(2,221,665)	(2,397,698)
Depreciation and amortisation		(1,937,334)	(2,044,446)	(5,994,327)	(6,155,384)
Finance costs		(501,706)	(538,856)	(1,508,584)	(1,604,957)
Finance income		52,240	57,213	134,914	197,409
Share of results in associates and joint ventures	11	27,281	23,501	45,786	24,166
Impairment losses on financial assets		(88,755)	(66,337)	(181,572)	(267,855)
Impairment losses on goodwill and other non- financial assets	24	-	-	(2,389,657)	-
Other (losses)/ gains - net	6	(508,431)	180,490	402,157	310,655
Royalties and fees		(166,195)	(112,824)	(369,457)	(322,013)
Profit before income tax		449,045	853,199	320,038	2,009,161
Income tax		(116,592)	(100,437)	(274,776)	(315,562)
Profit for the period		332,453	752,762	45,262	1,693,599
Profit/ (loss) attributable to:					
Shareholders of the parent		196,646	649,758	(759,551)	1,468,217
Non-controlling interests		135,807	103,004	804,813	225,382
		332,453	752,762	45,262	1,693,599
Basic and diluted earnings/ (loss) per share (Attributable to shareholders of the parent)					
(Expressed in QR. per share)	7	0.06	0.20	(0.24)	0.46

* Refer to note 31 for details regarding certain reclassifications.



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

	Note	For the three-month period ended 30 September		For the nine-month period ended 30 September	
		2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Profit for the period		332,453	752,762	45,262	1,693,599
Other comprehensive income/ (loss)					
Items that may be reclassified subsequently to profit or loss					
Effective portion of changes in fair value of cash flow hedges	22	1,121	1,818	4,495	(7,236)
Share of other comprehensive gain/ (loss) of associates and joint ventures	22	6,706	(667)	(4,809)	(15,757)
Foreign currency translation differences	22	(28,096)	8,925	(808,621)	(736,600)
Items that will not be reclassified subsequently to profit or loss					
Net changes in fair value on investments in equity instruments designated as at FVTOCI	22	32,720	(60,636)	51,326	(112,069)
Net changes in fair value of employees' benefits reserve	22	9,212	(1,354)	18,800	8,942
Other comprehensive income/ (loss) - net of tax		21,663	(51,914)	(738,809)	(862,720)
Total comprehensive income/ (loss) for the period		354,116	700,848	(693,547)	830,879
Total comprehensive income/ (loss) attributable to:					
Shareholders of the parent		210,180	632,419	(1,423,089)	797,756
Non-controlling interests		143,936	68,429	729,542	33,123
		354,116	700,848	(693,547)	830,879



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

	Note	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
Assets			
Non-current assets			
Property, plant and equipment	8	23,205,068	26,120,103
Intangible assets, goodwill and long-term prepayments	9	23,699,044	26,454,938
Right-of-use assets	10	5,757,136	6,710,353
Investment property		104,488	46,581
Investment in associates and joint ventures	11	1,681,669	1,695,507
Financial assets – equity instruments	12	838,724	789,007
Other non-current assets		725,044	777,742
Deferred tax assets		665,446	643,104
Contract costs		106,422	151,431
Total non-current assets		56,783,041	63,388,766
Current assets			
Inventories		329,243	397,802
Contract costs		215,480	196,958
Trade and other receivables	13	6,745,435	7,783,113
Bank balances and cash	14	13,744,672	15,678,488
		21,034,830	24,056,361
Assets held for sale	15	299,232	291,934
Total current assets		21,334,062	24,348,295
Total assets		78,117,103	87,737,061
EQUITY AND LIABILITIES			
EQUITY			
Share capital		3,203,200	3,203,200
Legal reserve		12,434,282	12,434,282
Fair value reserve		461,960	410,925
Employees' benefits reserve		(3,250)	(11,273)
Translation reserve	16	(8,596,457)	(7,869,693)
Other statutory reserves		1,304,333	1,304,333
Retained earnings		11,721,269	13,277,770
Equity attributable to shareholders of the parent		20,525,337	22,749,544
Non-controlling interests		6,034,593	5,451,279
Total equity		26,559,930	28,200,823

* Refer to note 31 for details regarding certain reclassifications.



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)


CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (CONTINUED)

	Note	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
LIABILITIES			
Non-current liabilities			
Loans and borrowings	18	22,897,295	24,325,514
Employees' benefits		675,276	757,163
Lease liabilities	21	6,967,332	6,263,940
Deferred tax liabilities		272,750	301,438
Other non-current liabilities	19	1,856,126	2,550,753
Contract liabilities		10,395	8,247
Total non-current liabilities		32,679,174	34,207,055
Current liabilities			
Loans and borrowings	18	2,349,699	5,469,301
Lease liabilities	21	1,327,665	1,096,463
Trade and other payables	20	12,757,172	15,333,582
Deferred income		1,847,787	2,154,890
Contract liabilities		163,953	192,456
Income tax payable		426,595	1,082,491
		18,872,871	25,329,183
Liabilities directly associated with assets held for sale		5,128	-
Total current liabilities		18,877,999	25,329,183
Total liabilities		51,557,173	59,536,238
Total equity and liabilities		78,117,103	87,737,061

* Refer to note 31 for details regarding certain reclassifications.

The Condensed consolidated interim financial information on pages 2 to 32 were approved and authorised for issue by the Board of Directors on 27 October 2021 and were signed on its behalf by


Faisal Bin Thani Al Thani
Chairman


Nasser Rashid Al Humaidi
Board member



Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

	Attributable to shareholders of the parent									
	Share capital	Legal reserve	Fair value reserve	Employees' benefits reserve	Translation reserve	Other statutory reserves	Retained earnings	Total	Non – controlling interests	Total equity
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
At 1 January 2020	3,203,200	12,434,282	550,809	5,975	(7,314,294)	1,299,489	12,947,508	23,126,969	5,978,017	29,104,986
Profit for the period	-	-	-	-	-	-	1,468,217	1,468,217	225,382	1,693,599
Other comprehensive income/ (loss)	-	-	(135,162)	8,035	(543,334)	-	-	(670,461)	(192,259)	(862,720)
Total comprehensive income/ (loss) for the period	-	-	(135,162)	8,035	(543,334)	-	1,468,217	797,756	33,123	830,879
Realized gain on FVTOCI investment recycled to retained earnings	-	-	(8,058)	-	-	-	8,058	-	-	-
Transactions with shareholders of the parent, recognised directly in equity										
Dividend for 2019 (Note 17)	-	-	-	-	-	-	(800,800)	(800,800)	-	(800,800)
Transactions with non-controlling interests, recognised directly in equity										
Change in associate's non-controlling interest of its subsidiary	-	-	-	-	-	-	639	639	-	639
Dividend for 2019	-	-	-	-	-	-	-	-	(500,667)	(500,667)
Transactions with non-owners of the Group, recognised directly in equity										
Transfer to employee association fund	-	-	-	-	-	-	(1,587)	(1,587)	(301)	(1,888)
At 30 September 2020	3,203,200	12,434,282	407,589	14,010	(7,857,628)	1,299,489	13,622,035	23,122,977	5,510,172	28,633,149

Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (CONTINUED)

	Attributable to shareholders of the parent									
	Share capital	Legal reserve	Fair value reserve	Employees' benefits reserve	Translation reserve	Other statutory reserves	Retained earnings	Total	Non – controlling interests	Total equity
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
At 1 January 2021	3,203,200	12,434,282	410,925	(11,273)	(7,869,693)	1,304,333	13,277,770	22,749,544	5,451,279	28,200,823
Profit for the period	-	-	-	-	-	-	(759,551)	(759,551)	804,813	45,262
Other comprehensive income/ (loss)	-	-	51,035	12,191	(726,764)	-	-	(663,538)	(75,271)	(738,809)
Total comprehensive income/ (loss) for the period	-	-	51,035	12,191	(726,764)	-	(759,551)	(1,423,089)	729,542	(693,547)
Employee benefit reserve recycled to retained earnings	-	-	-	(4,168)	-	-	4,168	-	-	-
Transactions with shareholders of the parent, recognised directly in equity										
Dividend for 2020 (Note 17)	-	-	-	-	-	-	(800,800)	(800,800)	-	(800,800)
Transactions with non-controlling interests, recognised directly in equity										
Change in associate's non-controlling interest of its subsidiary	-	-	-	-	-	-	1,348	1,348	-	1,348
Dividend for 2020	-	-	-	-	-	-	-	-	(145,913)	(145,913)
Transactions with non-owners of the Group, recognised directly in equity										
Transfer to employee association fund	-	-	-	-	-	-	(1,666)	(1,666)	(315)	(1,981)
At 30 September 2021	3,203,200	12,434,282	461,960	(3,250)	(8,596,457)	1,304,333	11,721,269	20,525,337	6,034,593	26,559,930

Report on review of condensed consolidated interim financial information is set out on page 1.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

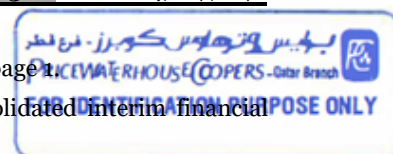
For the nine-month period ended
30 September

	Note	2021 (Reviewed) QR.'000	2020* (Reviewed) QR.'000
Cash flows from operating activities		QR.'000	QR.'000
Profit before income tax		320,038	2,009,161
Adjustments for:			
Depreciation and amortisation		5,994,327	6,155,384
Dividend income		(23,316)	-
Impairment losses on financial assets		181,572	267,855
Impairment losses on goodwill and other non-financial assets		2,389,657	-
Changes in fair value of investments at FVTPL	6	(531)	(2,592)
Gain on disposal of property, plant and equipment		(1,597,497)	(103,341)
Finance costs		1,508,584	1,604,957
Finance income		(134,914)	(197,409)
Provision for employees' benefits		67,703	87,730
Share of results of associates and joint ventures	11	(45,786)	(24,166)
Operating profit before working capital changes		8,659,837	9,797,579
Working capital changes:			
Changes in inventories		68,559	123,720
Changes in trade and other receivables		880,832	795,349
Changes in contract costs		26,487	2,122
Changes in trade and other payables		(2,114,544)	(440,953)
Changes in contract liabilities		(26,355)	69,765
Cash generated from operations		7,494,816	10,347,582
Interest paid		(1,465,400)	(1,587,340)
Employees' benefits paid		(155,815)	(148,493)
Income tax paid		(998,462)	(434,325)
Net cash generated from operating activities		4,875,139	8,177,424
Cash flows from investing activities			
Acquisition of property, plant and equipment	8	(2,878,045)	(3,295,444)
Acquisition of intangible assets		(1,064,584)	(873,836)
Additional investments in associates		-	(8,011)
Additional investment in financial assets – equity instruments		(806)	(2,516)
Proceeds from disposal of property, plant and equipment		1,985,385	268,835
Proceeds from disposal of investments at FVTPL		451	15,719
Released restricted deposits		317,024	27,638
Additions to restricted deposits		(94,068)	(215,238)
Net movement in short-term deposits		7,537	112,980
Movement in other non-current assets		(3,840)	13,274
Dividend received from an associate and a joint venture		9,380	61,384
Dividend received		23,316	-
Interest received		134,401	196,838
Net cash used in investing activities		(1,563,849)	(3,698,377)
Cash flows from financing activities			
Proceeds from loans and borrowings		5,594,413	7,706,717
Repayments of loans and borrowings		(9,846,383)	(7,894,528)
Principal element of lease payments	21	(790,276)	(823,932)
Additions to deferred financing costs		(134,283)	(3,191)
Dividend paid to shareholders of the parent	17	(800,800)	(800,800)
Dividend paid to non-controlling interests		(145,913)	(500,667)
Movement in other non-current liabilities		(800,644)	(227,852)
Net cash used in financing activities		(6,923,886)	(2,544,253)
Net (decrease)/ increase in cash and cash equivalents		(3,612,596)	1,934,794
Effect of exchange rate fluctuations		1,911,845	(401,648)
Cash and cash equivalents at the beginning of the period		14,609,483	13,353,881
Cash and cash equivalents at the end of the period	14	12,908,732	14,887,027

* Refer to note 31 for details regarding certain reclassifications.

Report on review of condensed consolidated interim financial information is set out on page 11.

The accompanying notes from 1 to 31 form an integral part of this condensed consolidated interim financial information.



Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

1. REPORTING ENTITY

Qatar Public Telecommunications Corporation (the “Corporation”) was formed on 29 June 1987 domiciled in the State of Qatar by Law No. 13 of 1987 to provide domestic and international telecommunication services within the State of Qatar. The Company’s registered office is located at 100 Westbay Tower, Doha, State of Qatar.

The Corporation was transformed into a Qatari Shareholding Company under the name of Qatar Telecom (Qtel) Q.S.C. (the “Company”) on 25 November 1998, pursuant to Law No. 21 of 1998.

In June 2013, the legal name of the Company was changed to Ooredoo Q.S.C. This change had been duly approved by the shareholders at the Company’s extraordinary general assembly meeting held on 31 March 2013.

The Company changed its legal name from Ooredoo Q.S.C. to Ooredoo Q.P.S.C. to comply with the provisions of the new Qatar Commercial Companies Law issued on 7 July 2015.

The Company is a telecommunications service provider licensed by the Communications Regulatory Authority (CRA) (formerly known as Supreme Council of Information and Communication Technology (ictQATAR)) to provide both fixed and mobile telecommunications services in the state of Qatar. As a licensed service provider, the conduct and activities of the Company are regulated by CRA pursuant to Law No. 34 of 2006 (Telecommunications Law) and the Applicable Regulatory Framework.

The Company and its subsidiaries (together referred to as the “Group”) provides domestic and international telecommunication services in Qatar and elsewhere in the Asia and Middle East and North African (MENA) region. Qatar Holding L.L.C. is the Parent Company of the Group. Qatar Holding L.L.C. is controlled by Qatar Investment Authority - the sovereign wealth fund of the State of Qatar - (the "Ultimate parent").

In line with an amendment issued by Qatar Financial Markets Authority (“QFMA”), effective from May 2018, listed entities are required to comply with the Qatar Financial Markets Authority’s law and relevant legislations including Governance Code for Companies & Legal Entities Listed on the Main Market (the “Governance Code”). The Group has taken appropriate steps to comply with the requirements of the Governance Code.

The condensed consolidated interim financial information of the Group for the nine-month period ended 30 September 2021 were authorised for issuance in accordance with a resolution of the Board of Directors of the Group on 27 October 2021.

2. BASIS OF PREPARATION

The condensed consolidated interim financial information for the nine-month period ended 30 September 2021 has been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting (“IAS 34”).

The condensed consolidated interim financial information is prepared in Qatari Riyals, which is the Company’s functional and presentation currency, and all values are rounded to the nearest thousands (QR.’000) except when otherwise indicated.

The condensed consolidated interim financial information does not include 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 for the year ended 31 December 2020. In addition, results for the nine-month period ended 30 September 2021 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2021.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

2. BASIS OF PREPARATION (CONTINUED)

Judgments, estimates and risk management

The preparation of the condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affects the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies, the key sources of estimation uncertainty and financial risk management objectives and policies were the same as those that applied to the Group's annual consolidated financial statements for the year ended 31 December 2020, except those discussed in Notes 3.1, 6, 24 and 30.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies used in the preparation of this condensed consolidated interim financial information are consistent with those used in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2020, and the notes attached thereto, except for the adoption of certain new and revised standards, that became effective in the current period as set out below and as disclosed in Note 3.1.

Changes to significant accounting policies

1. New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period, and the Group has applied the following standards and amendments for the first time for their annual reporting period commencing 1 January 2021:

- COVID-19-related Rent Concessions – Amendments to IFRS 16
- Interest Rate Benchmark Reform – Phase 2 – Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16

The amendments listed above did not have a material impact on the amounts recognised in prior periods and are not expected to significantly affect the current period.

2. Impact of new standards (issued but not yet adopted by the Group)

Certain new accounting standards and interpretations have been published that are not mandatory for the current reporting period and have not been adopted by the Group. The management of the Group is in the process of assessing the impact of these new standards, interpretation and amendments which will be adopted in the Group's financial statement as and when they are applicable.

4. REVENUE

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Revenue from rendering of services	7,304,148	6,965,838	21,048,086	20,416,260
Sale of telecommunication equipment	290,333	284,382	975,065	855,704
Equipment rental revenue	14,058	45,686	94,442	142,012
	7,608,539	7,295,906	22,117,593	21,413,976

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

4. REVENUE (CONTINUED)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
	QR.'000	QR.'000	QR.'000	QR.'000
At a point in time	290,333	284,382	975,065	855,704
Over time	7,318,206	7,011,524	21,142,528	20,558,272
	7,608,539	7,295,906	22,117,593	21,413,976

5. NETWORK, INTERCONNECT AND OTHER OPERATING EXPENSES

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed)	2020* (Reviewed)	2021 (Reviewed)	2020* (Reviewed)
	QR.'000	QR.'000	QR.'000	QR.'000
Outpayments and interconnect charges	619,915	545,997	1,815,873	1,618,985
Regulatory and related fees	657,650	613,715	1,866,818	1,821,765
Rentals and utilities	350,076	328,098	991,248	955,821
Network operation and maintenance	564,727	618,599	1,711,513	1,759,130
Cost of equipment sold and other services	592,434	626,670	1,890,609	1,792,414
Marketing costs and sponsorship	145,319	129,751	472,852	482,874
Commission on cards	177,814	169,031	481,164	519,305
Legal and professional fees	51,351	35,221	144,047	96,632
Provision / (reversal of provision) for obsolete and slow moving inventories	2,197	(1,093)	(9,143)	32,004
Other expenses	164,335	157,669	491,658	445,913
	3,325,818	3,223,658	9,856,639	9,524,843

* Refer to note 31 for details regarding certain reclassifications.

6. OTHER (LOSSES)/ GAINS - NET

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed)	2020* (Reviewed)	2021 (Reviewed)	2020* (Reviewed)
	QR.'000	QR.'000	QR.'000	QR.'000
Foreign currency (loss)/ gains net	(453,142)	137,535	(1,003,890)	336,937
Change in fair value of derivatives – net	(1,178)	4,305	4,158	8,813
Unrealized gain / (loss) on equity investment at FVTPL	(948)	2,530	531	2,592
Gain on sale of non-financial assets	2,999	69,165	1,597,497	103,341
Miscellaneous gain/ (loss) - net	(56,162)	(33,045)	(196,139)	(141,028)
	(508,431)	180,490	402,157	310,655

* Refer to note 31 for details regarding certain reclassifications.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

6. OTHER (LOSSES)/ GAINS - NET (CONTINUED)

*On 30 March 2021, Indosat Ooredoo (seller-lessee) entered into a Sales and Purchase agreement for the sale of 4,247 telecommunication towers to PT EPID Menara AssetCo, (buyer-lessor) ultimately owned by Digital Colony. Furthermore, each party also entered into a lease agreement for one space each of 4,085 telecommunication towers for a 10 year period starting from the closing date of the transactions. On 18 May 2021, the Indosat Ooredoo and EPID closed the deal on the sale and leaseback transactions. As a result of these sale and leaseback transactions, a gain on sale recognised was QR 1.57 billion.

Significant judgment has been applied by management in assuming a 10-year lease term for the leased back assets. The management will continue to re-assess extension options and termination options only when a significant event or change in circumstances occurs that is within the control of Indosat Ooredoo.

7. BASIC AND DILUTED EARNINGS/ (LOSS) PER SHARE

Basic earnings/(loss) per share is calculated by dividing the earnings/ (loss) for the period attributable to the shareholders of the parent by the weighted average number of shares outstanding during the period.

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

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed)	2020 (Reviewed)	2021 (Reviewed)	2020 (Reviewed)
Profit/ (loss) for the period attributable to shareholders of the parent (QR.'000)	196,646	649,758	(759,551)	1,468,217
Weighted average number of shares (In '000)	3,203,200	3,203,200	3,203,200	3,203,200
Basic and diluted earnings/ (loss) per share (QR)	0.06	0.20	(0.24)	0.46

8. PROPERTY, PLANT AND EQUIPMENT

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period/ year	26,120,103	27,045,039
Additions	2,878,045	5,626,943
Disposals	(172,267)	(200,981)
Reclassification	(86,459)	(220,496)
Depreciation for the period/ year	(3,992,811)	(5,513,189)
Impairment made during the period/ year	(722,732)	(95,084)
Exchange adjustments	(818,811)	(522,129)
Carrying value at the end of the period/ year	23,205,068	26,120,103

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

9. INTANGIBLE ASSETS, GOODWILL AND LONG-TERM PREPAYMENTS

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period/ year	26,454,938	26,319,887
Additions	443,406	1,600,699
Disposals	(33)	(169)
Reclassification from property, plant and equipment	70,548	226,218
Amortisation for the period/ year	(1,104,030)	(1,503,210)
Impairment during the period/ year	(1,085,698)	(312,100)
Exchange adjustment	(1,080,087)	123,613
Carrying value at the end of the period/ year	23,699,044	26,454,938

10. RIGHT-OF-USE ASSETS

The Group leases numerous assets including land and buildings, exchange and network assets, subscriber apparatus and other equipment, and Indefeasible rights-of-use (IRU) assets. The lease term ranges from 2 to 20 years (2020: 2 to 20 years).

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Net book value at beginning of the period/ year	6,710,353	6,033,848
Additions	1,304,316	1,858,555
Disposals	(215,588)	-
Amortisation during the period/ year	(887,510)	(1,217,635)
Reclassification from/ (to) property, plant and equipment	4,606	(5,722)
Reduction on early termination	(60,274)	(52,476)
Impairment during the period/ year	(581,227)	-
Exchange adjustments	(517,540)	93,783
Carrying value at the end of the period/ year	5,757,136	6,710,353

11. INVESTMENT IN ASSOCIATES AND JOINT VENTURES

The following table presents the summarised financial information of the Group's investment in associates and joint ventures.

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Group's share in associates and joint ventures statement of financial position:		
Current assets	1,211,297	1,017,343
Non-current assets	2,515,131	2,631,522
Current liabilities	(567,379)	(576,578)
Non-current liabilities	(2,369,881)	(2,293,955)
Net assets	789,168	778,332
Goodwill	892,501	917,175
Carrying amount of the investment	1,681,669	1,695,507

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

11. INVESTMENT IN ASSOCIATES AND JOINT VENTURES (CONTINUED)

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Share in revenues of associates and joint ventures	369,111	363,133	1,065,795	1,083,016
Share in results of associates and joint ventures	27,281	23,501	45,786	24,166

12. FINANCIAL ASSETS – EQUITY INSTRUMENTS

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Investment in equity instruments designated at FVTOCI (i)	754,996	703,178
Financial assets measured at FVTPL	83,728	85,829
	838,724	789,007

Further information about the fair value of these investments is disclosed in Note 28.

(i) The Group's financial assets comprise investments in telecommunication related companies, hedge funds, private equity and venture capital funds. The investment in hedge funds is measured at fair value through profit or loss.

Other investments are measured at fair value through other comprehensive income. The Group has elected to designate these investments in equity instruments as at FVTOCI as these investments are held for medium to long-term strategic purposes and not held for trading. Further, management believes that recognising short-term fluctuations in the fair value of these investments in the condensed consolidated interim statement of profit or loss would not be consistent with the Group's strategy.

13. TRADE AND OTHER RECEIVABLES

	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
Trade receivables – net of impairment allowances	2,937,878	2,785,952
Other receivables and prepayments	2,283,569	3,590,069
Contract assets	173,024	170,251
Unbilled subscriber revenue	767,524	736,542
Amounts due from international carriers	583,440	500,184
Net prepaid pension costs	-	115
	6,745,435	7,783,113

* Refer to note 31 for details regarding certain reclassifications.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

14. BANK BALANCES AND CASH

For the purpose of the condensed consolidated interim statement of cash flows, cash and cash equivalents comprise the following items:

	For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Bank balances and cash – net of impairment allowance	13,744,672	16,119,862
Bank overdraft	-	(88,365)
	13,744,672	16,031,497
Less: deposits with maturity more than three months	(125,416)	(96,484)
Less: restricted deposits	(710,524)	(1,047,986)
Cash and cash equivalents as per condensed consolidated interim statement of cash flows	12,908,732	14,887,027

Balances with banks are assessed to have low credit risk of default since these banks are highly regulated by the central banks of the respective countries. Accordingly, the Group estimates the loss allowance on balances with banks at the end of the reporting period at an amount equal to 12-month ECL. None of the balances with banks at the end of the reporting period are past due and taking into account the historical default experience and the current credit ratings of the banks, the Group has recorded an impairment loss of QR. 31,893 thousand during the nine-month period ended 30 September 2021 (2020: QR. 668 thousand).

During the year 2016, the Communications and Media Commission (CMC) sent letters which restricted Asiacell from using certain bank accounts with a balance of QR 189,994 thousand as of 31 December 2020. On 31 January 2021, Asiacell deposited all the disputed amounts to CMC. Asiacell has also started procedures to release the restrictions on these balances. As of 30 September 2021, the restrictions of the bank deposits were released.

The remaining balance pertains to certain restricted bank deposits maintained for dividend payments, restricted cash deposits with banks related to issuance of bank guarantees, and the restricted cash related to the derivative financial instruments between the Group and a local bank.

15. ASSETS CLASSIFIED AS HELD FOR SALE

A portion of assets relating to Artajasa Pembayaran Elektronik (“APE”), a subsidiary of Indosat Ooredoo before 2017, were classified as held for sale in 2017 following the approval by the Extraordinary General Shareholders’ Meeting of APE in order to divest portion of Indosat Ooredoo’s investment based on requirements of local jurisdiction. Subsequently, on 28 May 2020, the Board of Commissioners of Lintasarta approved the plan to sell Indosat Ooredoo’s entire investment in APE’s shares. The related assets held for sale are measured at the lower of carrying amount or fair value less cost to sell. As at 30 September 2021, Lintasarta’s management together with the potential buyers and existing shareholders are still working to complete the divestment process.

16. TRANSLATION RESERVE

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of foreign operations. During the current period, the movement was mainly coming from the Indonesian Rupiah, Iraqi Dinar and Myanmar Kyat.

Effective 1 September 2021, the Group regards its loans and accrued interest receivable from one of its subsidiaries as an extension of its net investment. Consequently, exchange differences arising on the re-translation of these balances are recognised in other comprehensive income in the condensed consolidated interim financial information as of that date.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

17. DIVIDEND

	For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Dividend declared and approved at the Annual General Meeting: Final Dividend for 2020, QR 0.25 per share (2019: QR 0.25 per share)	800,800	800,800

18. LOANS AND BORROWINGS

	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
Loans and borrowings	25,215,417	29,662,119
Interest payable	216,365	275,424
Profit payable on Islamic financing obligation	4,452	4,594
Less: deferred financing costs	(189,240)	(147,322)
	25,246,994	29,794,815

Presented in the condensed consolidated interim statement of financial position as follows:

	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
Non-current portion	22,897,295	24,325,514
Current portion	2,349,699	5,469,301
	25,246,994	29,794,815

* Refer to note 31 for details regarding certain reclassifications.

On 8 April 2021, the Group issued USD 1 billion of senior unsecured Reg S/Rule 144A notes ("The Notes"). The Notes are issued by its wholly owned subsidiary Ooredoo International Finance Limited under the existing USD 5 billion Global Medium Term Notes programme and are listed on the Irish Stock Exchange. The Notes are unconditionally and irrevocably guaranteed by Ooredoo Q.P.S.C.

The Notes will mature on 8 April 2031 and with a coupon of 2.625% per year. The transaction was priced at a spread of 103.4 basis points over the 10-year U.S. Treasuries. Net proceeds from the sale of the Notes was used for Ooredoo's general corporate purposes, including refinancing of its existing indebtedness.

The fair value of the Group's loans and borrowings, which include loans and borrowings carried at fixed rates and floating rates, amounted to QR. 26,785,712 thousand as at 30 September 2021 (2020: QR. 31,528,169 thousand).

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

19. OTHER NON-CURRENT LIABILITIES

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
License cost payables*	1,201,115	1,643,092
Site restoration provision	166,545	124,419
Deferred gain	-	21,517
Others**	488,466	761,725
	1,856,126	2,550,753

*License cost payables movement is due to amounts paid to Telecom regulators in Indonesia, and Oman for license charges.

** Others mainly include long-term procurement payables.

20. TRADE AND OTHER PAYABLES

	30 September 2021 (Reviewed) QR.'000	31 December 2020* (Audited) QR.'000
Trade payables	3,944,794	3,959,703
Accrued expenses	6,294,567	8,127,544
License cost payable	432,477	1,286,535
Amounts due to international carriers -net	612,676	514,689
Negative fair value of derivatives	109,499	136,457
Long term incentive points-based payments	86,540	103,622
Other payables	1,276,619	1,205,032
	12,757,172	15,333,582

* Refer to note 31 for details regarding certain reclassifications.

21. LEASE LIABILITIES

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Carrying value at beginning of the period/ year	7,360,403	6,649,303
Additions during the period/ year	1,304,316	1,858,555
Interest expense on lease liability	466,600	541,159
Principal element of lease payments	(790,276)	(1,280,481)
Payment of interest portion of lease liability	(399,934)	(351,682)
Reduction on early termination	(11,200)	(35,901)
Exchange adjustments	365,088	(20,550)
Carrying value at the end of the period/ year	8,294,997	7,360,403

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Non-current portion	6,967,332	6,263,940
Current portion	1,327,665	1,096,463
	8,294,997	7,360,403

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

21. LEASE LIABILITIES (CONTINUED)

The Group does not face a significant liquidity risk with regard to its lease liabilities. The maturity profile of lease liabilities is monitored by the Group's treasury function.

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Contractual maturity analysis		
Not later than 1 year	1,932,713	1,647,188
Later than 1 year and not later than 5 years	5,657,574	4,931,930
Later than 5 years	3,817,217	3,603,245
Less: unearned finance income	(3,112,507)	(2,821,960)
	8,294,997	7,360,403

22. COMPONENTS OF OTHER COMPREHENSIVE INCOME

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Items that may be reclassified subsequently to profit or loss				
Cash flow hedges				
Gain/ (loss) arising during the period	1,121	1,818	4,495	(7,236)
Share of changes in fair value of cash flow hedges	1,121	1,818	4,495	(7,236)
	6,706	(667)	(4,809)	(15,757)
Foreign exchange reserve				
Foreign exchange translation differences – foreign operations	(28,096)	8,925	(808,621)	(736,600)
Items that will not be reclassified subsequently to profit or loss				
Fair value reserve				
Net changes in fair value of equity investments at fair value through other comprehensive income	32,720	(60,636)	51,326	(112,069)
Employees benefit reserve				
Net movement in employees benefit reserve	14,915	(1,387)	26,326	10,085
Deferred tax effect	(5,703)	33	(7,526)	(1,143)
	9,212	(1,354)	18,800	8,942
Other comprehensive income/ (loss) for the period – net of tax	21,663	(51,914)	(738,809)	(862,720)

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

23. INCOME TAX

The income tax represents amounts recognised by the subsidiaries. The major components of the income tax expense for the period included in the condensed consolidated interim statement of profit or loss are as follows:

	For the three-month period ended 30 September		For the nine-month period ended 30 September	
	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Current income tax				
Current income tax charge	146,534	121,119	342,566	351,261
Deferred income tax				
Relating to origination and reversal of temporary differences	(29,942)	(20,682)	(67,790)	(35,699)
	116,592	100,437	274,776	315,562

24. IMPAIRMENT LOSSES ON GOODWILL AND OTHER NON-FINANCIAL ASSETS

(i) The Group tests intangible assets and goodwill for impairment on an annual basis unless there are any indicators of impairment. As a result of the ongoing situation in Myanmar, the Group has reassessed its investment in Myanmar by comparing the recoverable amount (based on value in use calculations computed using updated cash flow projections) to the carrying value of the cash generating unit during the 2nd quarter. The updated computations indicate that the recoverable amount of the investment is less than its carrying value and as a result an impairment charge of QR 2,252.1 million has been reflected in the condensed consolidated interim financial information during the 2nd quarter of the current year.

The key assumptions and methodology applied in the model are consistent with the disclosures in the year end accounts. During the 2nd quarter, the Group had revised and recently approved updated cashflow projections taking into account the significant uncertainty that continues to exist as well as the more challenging operating conditions and revenue growth prospects in the market.

The discount rate used was 21.6% to reflect the increased risk in the country together with a reduction in the terminal growth rate to 5.8% in line with the current published forecasts.

During the 3rd quarter, the Group reassessed Myanmar's key performance and considered other macroeconomic factors affecting assumptions used in the model and noted no further impairment indicator. The situation is fluid and is being kept under review by management.

Sensitivity analysis:

At 30 September 2021, if the discount rate used had been higher/lower by 0.5% with all other variables held constant, the impairment charge would have been QR. 82 million higher/QR. 88 million lower.

(ii) As a result of the plan by one of the Group's subsidiaries to execute nationwide 3G re-farming and continuous decreasing trend on the voice and SMS revenues, the 3G and 2G assets of the operation were written down to their recoverable amounts. This has resulted in an impairment charge of QR 137.5 million which has been reflected in the condensed consolidated interim financial information during quarter 2 of the current year.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

25. COMMITMENTS, CONTINGENT LIABILITIES AND LITIGATIONS

	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Capital expenditure commitments		
Estimated capital expenditure contracted for at the end of the financial reporting period / year but not provided for	2,396,394	2,642,749
Letters of credit	211,701	206,190
	30 September 2021 (Reviewed) QR.'000	31 December 2020 (Audited) QR.'000
Contingent liabilities		
Letters of guarantees	715,739	760,170
Claims against the Group not acknowledged as debts	528	25,978

Litigations

All other litigation positions reported in the Group's annual consolidated financial statements as at 31 December 2020 have not materially changed as at 30 September 2021.

26. RELATED PARTY DISCLOSURES

Related parties represent associated companies including Government and semi-Government agencies, associates, major shareholders, directors and key management personnel of the Group, and companies of which they are principal owners. In the ordinary course of business, the Group enters into transactions with related parties. Pricing policies and terms of transactions are approved by the Group's management. The Group enters into commercial transactions with Government related entities in the ordinary course of business in terms of providing telecommunication services, placement of deposits and obtaining credit facilities etc.

(a) Transactions with Government and related entities

As stated in Note 1, Qatar Holding L.L.C. is the Parent Company of the Group, which is controlled by Qatar Investment Authority. The Group enters into commercial transactions with the Government and other Government related entities in the ordinary course of business, which includes providing telecommunication services, placement of deposits and obtaining credit facilities. All these transactions are in the ordinary course of business at normal commercial terms and conditions. Following are the significant balances and transactions between the Company and the Government and other Government related entities.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

26. RELATED PARTY DISCLOSURES (CONTINUED)

- (i) Trade receivables-net of impairment include an amount of QR 638,884 thousand (2020: QR. 554,739 thousand) receivable from Government and Government related entities.
- (ii) The most significant amount of revenue from a Government related entity amounted to QR 105,546 thousand (2020: QR 20,650 thousand).
- (iii) Industry fee pertains to the industry fee payable to CRA, a Government related entity.

In accordance with IAS 24 Related Party Disclosures, the Group has elected not to disclose transactions with the Qatar Government and other entities over which the Qatar Government exerts control, joint control or significant influence. The nature of transactions that the Group has with such related parties relates to provision of telecommunication services on normal commercial terms and conditions.

(b) Transactions with Directors and other key management personnel

Key management personnel comprise the Board of Directors and key members of management having authority and responsibility of planning, directing and controlling the activities of the Group.

The compensation and benefits related to Board of Directors and key management personnel amounted to QR 85,741 thousand for the three-month period ended 30 September 2021 (2020: QR 102,843 thousand) and QR 259,872 thousand for the nine-month period ended 30 September 2021 (2020: QR 286,403 thousand), and end of service benefits amounted to QR 4,394 thousand for the three-month period ended 30 September 2021 (2020: QR 4,167 thousand) and QR 11,581 thousand for the nine-month period ended 30 September 2021 (2020: QR 12,720 thousand). The remuneration to the Board of Directors and key management personnel has been included under the caption "Employee salaries and associated cost".

27. SEGMENT INFORMATION

Information regarding the Group's reportable segments is set out below in accordance with "IFRS 8 Operating Segments". IFRS 8 requires reportable segments to be identified on the basis of internal reports that are regularly reviewed by the Group's chief operating decision maker ("CODM"), which is the "Board of Directors", and used to allocate resources to the segments and to assess their performance.

The Group is mainly engaged in a single line of business, being the supply of telecommunications services and related products. The majority of the Group's revenues, profits and assets relate to its operations in the MENA. Outside of Qatar, the Group operates through its subsidiaries and associates and major operations that are reported to the Group's CODM are considered by the Group to be reportable segments. Revenue is attributed to reportable segments based on the location of the Group companies. Inter-segment sales are charged at arms' length prices.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

For management reporting purposes, the Group is organized into business units based on their geographical area covered, and has seven reportable segments as follows:

- 1 Ooredoo Qatar is a provider of domestic and international telecommunication services within the State of Qatar;
- 2 Asiacell is a provider of mobile telecommunication services in Iraq;
- 3 Indosat Ooredoo is a provider of telecommunication services such as cellular services, fixed telecommunications, multimedia, data communication and internet services in Indonesia;
- 4 Ooredoo Oman is a provider of mobile and fixed telecommunication services in Oman;
- 5 Ooredoo Algeria is a provider of mobile and fixed telecommunication services in Algeria;
- 6 Ooredoo Myanmar is a provider of mobile and fixed telecommunication services in Myanmar; and
- 7 Others include some of the Group's subsidiaries which are providers of wireless and telecommunication services.

NMTC group is a provider of mobile telecommunication services in Kuwait and elsewhere in the Middle East and North African (MENA) region. NMTC group includes balances and results of Ooredoo Kuwait, Ooredoo Tunisia, Ooredoo Algeria, Wataniya Palestine, Ooredoo Maldives PLC and others. In 2020, based on the recent information and circumstances, management reassessed and concluded that each of the mentioned entities represents a separate operating segment and should be assessed individually whether it meets the criteria of IFRS 8 Operating Segments, as a reportable segment. If not, such entity is reported as part of "Others".

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

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

Operating segments

The following table presents revenue and profit information regarding the Group's operating segments for the three-month period ended 30 September 2021 and 2020:

For the three-month period ended 30 September 2020 (Reviewed)

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Revenue									
Revenue from rendering of telecom services	1,718,599	1,050,863	563,469	1,722,477	601,819	288,439	1,020,172	-	6,965,838
Sale of telecommunications equipment	16,824	-	1,467	11,348	18,670	402	235,671	-	284,382
Revenue from use of assets by others	1,071	-	-	33,823	6,166	2,816	1,810	-	45,686
Inter-segment	30,529	284	6,049	370	768	290	74,335	(112,625) (i)	-
Total revenue	1,767,023	1,051,147	570,985	1,768,018	627,423	291,947	1,331,988	(112,625)	7,295,906
Timing of revenue recognition									
At a point in time	43,279	-	1,467	11,348	18,670	402	254,580	(45,364)	284,382
Over time	1,723,744	1,051,147	569,518	1,756,670	608,753	291,545	1,077,408	(67,261)	7,011,524
	1,767,023	1,051,147	570,985	1,768,018	627,423	291,947	1,331,988	(112,625)	7,295,906
Results									
Segment profit (loss) before tax*	555,940	274,847	42,637	(34,766)	84,455	(54,466)	92,009	(107,457) (ii)	853,199
Depreciation and amortisation	235,637	224,658	153,792	658,869	184,842	227,982	251,209	107,457 (iii)	2,044,446
Net finance costs	167,570	1,334	8,442	221,479	10,444	54,927	17,447	-	481,643

*Segment profit/(loss) before tax is determined after deducting all expenses attributable to the segment including depreciation and amortisation and finance cost.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

For the three-month period ended 30 September 2021 (Reviewed)

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Revenue									
Revenue from rendering of telecom services	1,701,426	1,052,627	577,366	2,042,616	520,785	313,844	1,095,484	-	7,304,148
Sale of telecommunications equipment	4,966	1,362	1,546	1,780	9,602	55	271,022	-	290,333
Revenue from use of assets by others	4,476	-	-	538	6,114	424	2,506	-	14,058
Inter-segment	40,767	136	5,892	417	668	435	65,889	(114,204)	-
Total revenue	1,751,635	1,054,125	584,804	2,045,351	537,169	314,758	1,434,901	(114,204) (i)	7,608,539
Timing of revenue recognition									
At a point in time	41,850	1,362	1,546	1,780	9,602	55	271,022	(36,884)	290,333
Over time	1,709,785	1,052,763	583,258	2,043,571	527,567	314,703	1,163,879	(77,320)	7,318,206
	1,751,635	1,054,125	584,804	2,045,351	537,169	314,758	1,434,901	(114,204)	7,608,539
Results									
Segment profit (loss) before tax	439,381	298,945	37,289	64,630	50,792	(429,859)	90,890	(103,023) (ii)	449,045
Depreciation and amortisation	222,893	200,532	161,735	706,836	172,953	103,830	265,532	103,023 (iii)	1,937,334
Net finance costs	149,392	4,365	9,004	214,501	10,318	48,557	13,329	-	449,466

(i) Inter-segment revenues are eliminated on consolidation.

(ii) Segment profit before tax does not include the following:

For the three-month period ended 30 September

	2021 (Reviewed) QR.'000	2020 (Reviewed) QR.'000
Amortisation of intangibles	(103,023)	(107,457)
	(103,023)	(107,457)

(iii) Amortisation relating to additional intangibles identified from business combination was not considered as part of segment expense.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

Operating segments

The following table presents revenue and profit information regarding the Group's operating segments for the nine-month period ended 30 September 2021 and 2020:

For the nine-month period ended 30 September 2020 (Reviewed)

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Revenue									
Revenue from rendering of telecom services	5,083,452	2,981,388	1,662,879	4,992,351	1,793,737	859,010	3,043,443	-	20,416,260
Sale of telecommunications equipment	47,769	-	4,989	27,665	77,908	2,961	694,412	-	855,704
Revenue from use of assets by others	10,952	-	-	101,258	15,011	8,569	6,222	-	142,012
Inter-segment	137,997	1,203	17,496	2,979	2,818	1,033	221,601	(385,127) (i)	-
Total revenue	5,280,170	2,982,591	1,685,364	5,124,253	1,889,474	871,573	3,965,678	(385,127)	, 21,413,976
Timing of revenue recognition									
At a point in time	160,328	-	4,989	27,665	77,908	2,961	739,226	(157,373)	855,704
Over time	5,119,842	2,982,591	1,680,375	5,096,588	1,811,566	868,612	3,226,452	(227,754)	20,558,272
	5,280,170	2,982,591	1,685,364	5,124,253	1,889,474	871,573	3,965,678	(385,127)	21,413,976
Results									
Segment profit (loss) before tax*	1,561,507	667,525	44,644	(94,373)	255,516	(139,291)	32,069	(318,436)(ii)	2,009,161
Depreciation and amortisation	666,468	687,409	506,768	2,006,058	556,221	663,732	750,292	318,436 (iii)	6,155,384
Net finance costs	528,255	3,667	25,458	600,783	28,516	169,043	51,826	-	1,407,548

*Segment profit/ (loss) before tax is determined after deducting all expenses attributable to the segment including depreciation and amortisation and finance cost.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

For the Nine-month period ended 30 September 2021 (Reviewed)

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Revenue									
Revenue from rendering of telecom services	5,190,547	2,749,779	1,683,472	5,809,660	1,658,228	787,367	3,169,033	-	21,048,086
Sale of telecommunications equipment	46,117	5,151	2,925	5,211	56,053	2,463	857,145	-	975,065
Revenue from use of assets by others	13,297	-	-	49,512	18,387	5,840	7,406	-	94,442
Inter-segment	176,675	280	15,307	697	2,070	3,632	222,429	(421,090)	-
Total revenue	5,426,636	2,755,210	1,701,704	5,865,080	1,734,738	799,302	4,256,013	(421,090) (i)	22,117,593
Timing of revenue recognition									
At a point in time	210,546	5,151	2,925	5,211	56,053	2,463	889,203	(196,487)	975,065
Over time	5,216,090	2,750,059	1,698,779	5,859,869	1,678,685	796,839	3,366,810	(224,603)	21,142,528
	5,426,636	2,755,210	1,701,704	5,865,080	1,734,738	799,302	4,256,013	(421,090)	22,117,593
Results									
Segment profit (loss) before tax	1,500,012	673,014	76,630	1,504,670	196,381	(3,669,529)	353,483	(314,623) (ii)	320,038
Depreciation and amortisation	669,154	596,943	499,696	2,101,078	516,689	512,468	783,676	314,623 (iii)	5,994,327
Net finance costs	471,753	10,707	33,295	632,846	30,658	152,303	42,108	-	1,373,670

(i) Inter-segment revenues are eliminated on consolidation.

(ii) Segment profit before tax does not include the following:

	For the nine-month period ended 30 September	
	2021 (Reviewed)	2020 (Reviewed)
Amortisation of intangibles	(314,623)	(318,436)
	(314,623)	(318,436)

(iii) Amortisation relating to additional intangibles identified from business combination was not considered as part of segment expense.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

27. SEGMENT INFORMATION (CONTINUED)

The following table presents segment assets of the Group's operating segments as at 30 September 2021 and 31 December 2020.

	Ooredoo Qatar	Asiacell	Ooredoo Algeria	Indosat Ooredoo	Ooredoo Oman	Ooredoo Myanmar	Others	Adjustments and eliminations	Total
	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000	QR.'000
Segment assets (i)									
At 30 September 2021 (Reviewed)	15,959,874	6,429,970	3,627,993	18,418,175	4,278,584	2,463,263	10,149,647	16,789,597	78,117,103
At 31 December 2020 (Audited)	18,362,392	8,859,177	3,949,676	17,314,280	4,496,988	6,839,523	10,640,763	17,274,262	87,737,061
Capital expenditure (ii)									
At 30 September 2021 (Reviewed)	482,039	673,269	136,787	1,206,993	333,383	79,631	409,349	-	3,321,451
At 31 December 2020 (Audited)	916,715	1,309,303	538,156	2,269,327	1,284,587	188,272	721,282	-	7,227,642

- (i) Goodwill and other intangibles arising from business combinations amounting to QR 16,789,597 thousand (31 December 2020: QR 17,274,262 thousand) were not considered as part of segment assets.
- (ii) Capital expenditure consists of additions to property, plant and equipment and intangibles excluding goodwill and assets from business combinations.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

28. FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1:	Quoted (unadjusted) prices in active markets for identical assets or liabilities that the Group can access at the measurement date;
Level 2:	Inputs other than quoted prices included within level 1 that are observable for the assets of liability, either directly or indirectly; and
Level 3:	Unobservable inputs for the asset or liability.

The following table provides the fair value measurement hierarchy of the Group's financial asset and liabilities at 30 September 2021 and 31 December 2020:

	30 September 2021 (Reviewed) QR.'000	Level 1 (Reviewed) QR.'000	Level 2 (Reviewed) QR.'000	Level 3 (Reviewed) QR.'000
Assets				
Financial assets measured at fair value				
FVTOCI	754,996	-	314,064	440,932
FVTPL	83,728	3,219	80,506	3
	838,724	3,219	394,570	440,935
Liabilities				
Other financial liabilities measured at fair value				
Derivative financial instruments	109,499	-	109,499	-
Other financial liability for which fair value is disclosed				
Loans and borrowings	26,785,712	19,685,863	7,099,849	-
	26,895,211	19,685,863	7,209,348	-

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

28. FAIR VALUES OF FINANCIAL INSTRUMENTS (CONTINUED)

	31 December 2020 (Audited) QR.'000	Level 1 (Audited) QR.'000	Level 2 (Audited) QR.'000	Level 3 (Audited) QR.'000
Assets				
Financial assets measured at fair value				
FVTOCI	703,178	-	214,567	488,611
FVTPL	85,829	2,017	83,809	3
	<u>789,007</u>	<u>2,017</u>	<u>298,376</u>	<u>488,614</u>
Liabilities				
Other financial liabilities measured at fair value				
Derivative financial instruments	136,457	-	136,457	-
Other financial liability for which fair value is disclosed				
Loans and borrowings	31,528,169	20,409,536	11,118,633	-
	<u>31,664,626</u>	<u>20,409,536</u>	<u>11,255,090</u>	<u>-</u>

There were no transfers among Levels 1, 2, and 3 for the nine-month period ended 30 September 2021 and for the year ended 31 December 2020.

For fair value measurements categorised within Level 2 and 3 of the fair value hierarchy, the fair values are determined using appropriate valuation techniques, which include the use of mathematical models, such as discounted cash flow models and option pricing models, comparison to similar instruments for which market observable prices exist and other valuation techniques. Valuation techniques incorporate assumptions regarding discount rates, estimates of future cash flows and other factors. The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements:

Description	Fair value at 30 September 2021 QR.'000	Unobservable inputs	Value of inputs	Relationship of unobservable inputs to fair value
FVTOCI	440,932	EV/EBITDA	7.76 times	A change in the EV/EBITDA by 10% would increase/decrease the fair value by QAR 40,273 thousand

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

29. COVID-19 IMPACT

During the current period, due to continued uncertainties caused by COVID-19, Group has considered whether any adjustments and changes in judgments, estimates and risk management are required to be considered and reported in the condensed consolidated interim financial information. The Group's business operations remain largely unaffected by the current situation.

The Group has performed a qualitative assessment for its investment in CGUs, considering the minimal impact of COVID-19 on entities operating in telecommunication sector, and compared the actual results for the nine-month period ended 30 September 2021 against the budget and industry benchmarks which confirmed that the impairment assessment as at 31 December 2020 remains unchanged.

The Group has updated the inputs and assumptions used for the determination of expected credit losses ("ECLs") as at 30 September 2021. ECLs are estimated based on the relevant forward-looking macroeconomic factors, significant increase in credit risk, and assessing the indicators of impairment for the exposures in potentially affected sectors.

The Group will continue to closely monitor the impact of COVID-19 as the situation progresses to manage the potential business disruption COVID-19 outbreak may have on its operations and financial performance.

30. SIGNIFICANT ARRANGEMENT

On 28 December 2020, Ooredoo announced that it had entered into an exclusive and non-legally binding Memorandum of Understanding ("MoU") with CK Hutchison Holdings Limited in relation to a potential transaction to combine their respective telecommunications businesses in Indonesia, namely PT Indosat Tbk and PT Hutchison 3 Indonesia.

On 16 September 2021, Ooredoo and CK Hutchison Holdings Limited announced the signing of definitive transaction agreement ("Conditional Merger Agreement" or "CMA") in relation to the proposed merger of their respective telecommunications businesses in Indonesia, namely PT Indosat Tbk and PT Hutchison 3 Indonesia. As completion of the Proposed Transaction is conditional on the satisfaction or waiver of certain legal and regulatory conditions, there remains a possibility that the Proposed Transactions may not proceed. Management has exercised significant judgement and has determined that not all held for sale criteria in accordance with IFRS 5 'Non-current Assets Held for Sale and Discontinued Operations' are met for PT Indosat Tbk as at the end of the reporting period. Consequently, the Group continues to consolidate its subsidiary in Indonesia and PT Indosat Tbk has not been classified as held for sale in this condensed consolidated interim financial information as at 30 September 2021.

31. COMPARATIVE INFORMATION

During the period, the Group performed an exercise to determine if the presentation of the condensed consolidated interim financial information is in accordance with IAS 1 "Presentation of financial statements". This exercise resulted in reclassification of certain line items in the condensed consolidated interim financial information. The comparative figures have been reclassified in order to conform with the presentation for the current period. Such reclassifications have been made by the Group to improve the quality of information presented and did not have any impact on the previously reported equity and profits.

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021
(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

31. COMPARATIVE INFORMATION (CONTINUED)

Below is a summary of significant reclassifications made during the period:

	Three-month period ended 30 September			Notes
	Previous	Reclassification	Current	
	QR.'000	QR.'000	QR.'000	
Condensed consolidated interim statement of profit or loss for the period ended 30 September				
Operating expenses	(2,686,257)	2,686,257	-	Operating expenses and selling, general and administrative expenses have
Selling, general and administrative expenses	(1,380,469)	1,380,469	-	been split out further into the financial statement line items
Network, interconnect and other operating expenses	-	(3,223,658)	(3,223,658)	alongside; and to separately present impairment on
Employee salaries and associated cost	-	(777,591)	(777,591)	financial assets and non-financial assets on the face of
Impairment provision (reversal) on financial assets and other assets	(860)	860	-	the statement of profit or loss to comply with presenting the
Impairment losses on financial assets	-	(66,337)	(66,337)	income statement appropriately by nature
Other income – net	240,291	(240,291)	-	
Other income	-	59,801	59,801	Reclassified to present other income/expenses; and
Other (losses)/ gains - net	-	180,490	180,490	finance income and costs on a gross basis, as opposed to net
Net finance costs	(481,643)	481,643	-	to comply with IAS 1
Finance costs	-	(538,856)	(538,856)	
Finance income	-	57,213	57,213	
Total	(4,308,938)	-	(4,308,938)	

	Nine-month period ended 30 September			Notes
	Previous	Reclassification	Current	
	QR.'000	QR.'000	QR.'000	
Condensed consolidated interim statement of profit or loss for the period ended 30 September				
Operating expenses	(7,842,539)	7,842,539	-	Operating expenses and selling, general and administrative expenses have
Selling, general and administrative expenses	(4,346,853)	4,346,853	-	been split out further into the financial statement line items
Network, interconnect and other operating expenses	-	(9,524,843)	(9,524,843)	alongside; and to separately present impairment on
Employee salaries and associated cost	-	(2,397,698)	(2,397,698)	financial assets and non-financial assets on the face of
Impairment provision (reversal) on financial assets and other assets	(1,004)	1,004	-	the statement of profit or loss to comply with presenting the
Impairment losses on financial assets	-	(267,855)	(267,855)	income statement appropriately by nature
Other income – net	646,360	(646,360)	-	
Other income	-	335,705	335,705	Reclassified to present other income/expenses; and finance
Other (losses)/ gains - net	-	310,655	310,655	income and costs on a gross basis, as opposed to net
Net finance costs	(1,407,548)	1,407,548	-	to comply with IAS 1
Finance costs	-	(1,604,957)	(1,604,957)	
Finance income	-	197,409	197,409	
Total	(12,951,584)	-	(12,951,584)	

Ooredoo Q.P.S.C.

Condensed consolidated interim financial information
for the nine-month period ended 30 September 2021

(All amounts are expressed in Qatari Riyals unless otherwise stated)

Notes to the condensed consolidated interim financial information

31. COMPARATIVE INFORMATION (CONTINUED)

Condensed consolidated statement of financial position as at 31 December 2020	Previous	Reclassification	Current	Notes
Trade and other payables	15,613,600	(280,018)	15,333,582	Reclassified the accrued interest payable and profit payable on Islamic financing obligations from the trade and other payables line item to the loans and borrowings line item to comply with the requirements of IFRS 9 "Financial instruments"
Loans and borrowings	5,189,283	280,018	5,469,301	
Contract costs and assets	556,039	(556,039)	-	Reclassified contract costs from the "Contract assets and costs" line item to the "Trade and other receivables" line item and "Other non-current assets" line item in order to comply with the requirements of IAS1 "Presentation of financial statements" and IFRS 15 "Revenue from contracts with customers"
Contract costs	-	348,389	348,389	
Trade and other receivables	7,612,862	170,251	7,783,113	
Other non-current assets	740,343	37,399	777,742	

The effects of the reclassifications in the tables above have accordingly been mirrored in the comparative period's condensed consolidated interim statement of cash flows.