

REF: QPIC/TM/235/2021. Dated 3<sup>rd</sup> August 2021

Bursa Kuwait Company  
Kuwait

السادة/ شركة بورصة الكويت  
المحترمين  
دولة الكويت

Greetings,

تحية طيبة وبعد،،،

**Subject: Results of QPIC's Board of Directors meeting**

**الموضوع: نتائج اجتماع مجلس الإدارة**

In reference to the above subject, we are pleased to inform you that the board of directors held its meeting on 3 August 2021 at 1 pm where it has discussed and approved consolidated financial statements of 30/6/2021, Also, please find enclosed the financial statements form for the period ended 30 June 2021 along with auditor report.

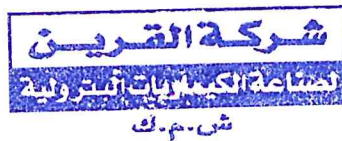
بالإشارة إلى الموضوع اعلاه، يرجى العلم بأن مجلس الإدارة قد عقد اجتماعه بتاريخ 2021/8/3 في تمام الساعة الواحدة ظهراً وقد تمت مناقشة واعتماد البيانات المالية المجمعة للفترة المنتهية في 2021/6/30. كما تجدون أيضاً مرفق طيه النموذج الخاص بالبيانات المالية المنتهية في 30 يونيو 2021 مع تقرير مراقب الحسابات.

Pursuant to the requirements of Bursa Kuwait rulebook issued under resolution (1) 2018 and since QPIC has been classified within the "premier Market", QPIC is glad to announce that the analyst conference will be conducted on Thursday 5 August 2021 at 2:30 pm local time through a conference call. Interested parties may visit our website [www.qpic-kw.com](http://www.qpic-kw.com) under Investor Relations page for instructions on how to participate in the conference call.

وعملاً بمتطلبات قواعد البورصة الصادرة بموجب القرار رقم (1) لسنة 2018 وحيث أنه تم تصنيف القرين ضمن السوق الأول من قبل شركة بورصة الكويت، فإنه يسرنا الإعلان عن مؤتمر المحللين/المستثمرين والذي تقرر انعقاده عن طريق البث المباشر لمكالمة هاتفية (Live Conference Call) في تمام الساعة الثانية والنصف وفقاً للتوقيت المحلي من بعد ظهر يوم الخميس الموافق 2021/8/5. ويرجى من الأطراف المعنية زيارة قسم علاقات المستثمرين في موقعنا الإلكتروني [www.qpic-kw.com](http://www.qpic-kw.com) وذلك لتزويدهم بتفاصيل المشاركة بالمؤتمر.

Best regards,

Sadoun A. Ali  
Vice Chairman & CEO



وتفضلوا بقبول فائق الاحترام،،،  
سعدون عبدالله علي  
نائب رئيس مجلس الإدارة  
والرئيس التنفيذي

Company Name	اسم الشركة
Qurain Petrochemical Industries Company K.S.C.P	شركة القرين لصناعة الكيماويات البترولية ش.م.ك.ع

Select from the list	2021-06-30	اختر من القائمة
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Board of Directors Meeting Date	2021-08-03	تاريخ اجتماع مجلس الإدارة
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Required Documents	المستندات الواجب إرفاقها بالنموذج
Approved financial statements. Approved auditor's report This form shall not be deemed to be complete unless the documents mentioned above are provided	نسخة من البيانات المالية المعتمدة نسخة من تقرير مراقب الحسابات المعتمد لا يعتبر هذا النموذج مكتملاً ما لم يتم وإرفاق هذه المستندات

التغيير (%)	فترة الثلاث اشهر المقارنة	فترة الثلاث اشهر الحالية	البيان
Change (%)	Three Month Comparative Period	Three Month Current Period	Statement
	2020-06-30	2021-06-30	
(34%)	2,351,537	1,556,440	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
(34%)	2.30 fils	1.52 fils	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
(7%)	189,267,034	175,977,577	الموجودات المتداولة Current Assets
(3%)	783,009,499	756,472,217	إجمالي الموجودات Total Assets
3%	75,214,302	77,633,075	المطلوبات المتداولة Current Liabilities
(5%)	176,174,612	167,466,603	إجمالي المطلوبات Total Liabilities
(1%)	422,458,363	417,465,707	إجمالي حقوق الملكية الخاصة بمساهمي الشركة الأم Total Equity attributable to the owners of the Parent Company
(12%)	63,676,348	56,013,220	إجمالي الإيرادات التشغيلية Total Operating Revenue
(34%)	2,351,537	1,556,440	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)
لا يوجد N/A	لا يوجد N/A	لا يوجد N/A	الخسائر المتراكمة / رأس المال المدفوع Accumulated Loss / Paid-Up Share Capital



التغيير (%) Change (%)	اخترمن القائمة	اخترمن القائمة	البيان Statement
	Select from the list 2020-06-30	Select from the list 2021-06-30	
لا ينطبق N/A	لا ينطبق N/A	لا ينطبق N/A	صافي الربح (الخسارة) الخاص بمساهمي الشركة الأم Net Profit (Loss) represents the amount attributable to the owners of the parent Company
لا ينطبق N/A	لا ينطبق N/A	لا ينطبق N/A	ربحية (خسارة) السهم الأساسية والمخفضة Basic & Diluted Earnings per Share
لا ينطبق N/A	لا ينطبق N/A	لا ينطبق N/A	إجمالي الإيرادات التشغيلية Total Operating Revenue
لا ينطبق N/A	لا ينطبق N/A	لا ينطبق N/A	صافي الربح (الخسارة) التشغيلية Net Operating Profit (Loss)

• Not Applicable for first Quarter

• لا ينطبق على الربع الأول

Increase/Decrease in Net Profit (Loss) is due to	سبب ارتفاع/انخفاض صافي الربح (الخسارة)
Decrease in net profit is due to decline in revenue.	يرجع سبب إنخفاض صافي الأرباح إلى إنخفاض الإيرادات.

Total Revenue realized from dealing with related parties (value, KWD)	11,937 دينار كويتي KWD 11,937	بلغ إجمالي الإيرادات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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Total Expenditures incurred from dealing with related parties (value, KWD)	66,151 دينار كويتي KWD 66,151	بلغ إجمالي المصروفات من التعاملات مع الأطراف ذات الصلة (المبلغ د.ك.)
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Auditor Opinion		رأي مراقب الحسابات
1.	Unqualified Opinion	رأي غير متحفظ
2.	Qualified Opinion	رأي متحفظ
3.	Disclaimer of Opinion	عدم إبداء الرأي
4.	Adverse Opinion	رأي معاكس

In the event of selecting item No. 2, 3 or 4, the following table must be filled out, and this form is not considered complete unless it is filled.

بحال اختيار بند رقم 2 أو 3 أو 4 يجب تعبئة الجدول التالي، ولا يعتبر هذا النموذج مكتملاً ما لم يتم تعبئته

-	نص رأي مراقب الحسابات كما ورد في التقرير
-	شرح تفصيلي بالحالة التي استدعت مراقب الحسابات لإبداء الرأي
-	الخطوات التي ستقوم بها الشركة لمعالجة ما ورد في رأي مراقب الحسابات
-	الجدول الزمني لتنفيذ الخطوات لمعالجة ما ورد في رأي مراقب الحسابات

Corporate Actions		استحقاقات الأسهم (الإجراءات المؤسسية)	
النسبة	القيمة		
-	-	توزيعات نقدية	Cash Dividends
-	-	توزيعات أسهم منحة	Bonus Share
-	-	توزيعات أخرى	Other Dividend
-	-	عدم توزيع أرباح	No Dividends
-	-	زيادة رأس المال	Capital Increase
		علاوة الإصدار	Issue Premium
-	-	تخفيض رأس المال	Capital Decrease

ختم الشركة Company Seal	التوقيع Signature	المسمى الوظيفي Title	الاسم Name
		رئيس الإدارة المالية	تنوير أحمد خلقي

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## **REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF QURAIN PETROCHEMICAL INDUSTRIES COMPANY K.S.C.P.**

### *Introduction*

We have reviewed the accompanying interim condensed consolidated statement of financial position of Qurain Petrochemical Industries Company K.S.C.P. (the "Parent Company") and its subsidiaries (collectively the "Group") as at 30 June 2021, and the related interim condensed consolidated statements of income, comprehensive income, changes in equity and cash flows for the three months period then ended. The management of the Parent Company is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on this interim condensed consolidated 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 Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with IAS 34.

### *Report on Other Legal and Regulatory Requirements*

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Parent Company. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 1 of 2016, as amended, and its executive regulations, as amended, or of the Parent Company's Articles of Association and Memorandum of Incorporation, as amended, during the three months period ended 30 June 2021 that might have had a material effect on the business of the Parent Company or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any violations of the provisions of Law No. 7 of 2010, as amended, concerning the Capital Markets Authority and its related regulations, during the three months period ended 30 June 2021 that might have had material effect on the business of the Parent Company or on its financial position.

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WALEED A. AL OSAIMI  
LICENCE NO. 207-A  
EY  
(AL AIBAN, AL OSAIMI & PARTNERS)

3 August 2021  
Kuwait

Qurain Petrochemical Industries Company K.S.C.P. and Subsidiaries



INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2021

	Notes	30 June 2021 KD	(Audited) 31 March 2021 KD	30 June 2020 KD
<b>ASSETS</b>				
<b>Current assets</b>				
Bank balances and cash	4	92,582,822	89,389,441	95,651,339
Trade and other receivables		46,188,758	52,372,020	54,040,647
Inventories		36,269,924	31,577,047	38,611,375
Financial assets at fair value through profit or loss	14	936,073	936,073	963,673
<b>Total current assets</b>		<b>175,977,577</b>	<b>174,274,581</b>	<b>189,267,034</b>
<b>Non-current assets</b>				
Financial assets at fair value through other comprehensive income	5, 14	200,024,541	200,199,568	200,396,799
Investment in associates and joint venture		90,489,863	93,451,335	95,135,736
Goodwill and intangible assets		133,637,559	135,362,254	143,090,389
Property, plant and equipment		149,460,922	149,007,558	147,080,973
Right of use assets		6,881,755	7,096,599	8,038,568
<b>Total non-current assets</b>		<b>580,494,640</b>	<b>585,117,314</b>	<b>593,742,465</b>
<b>Total assets</b>		<b>756,472,217</b>	<b>759,391,895</b>	<b>783,009,499</b>
<b>LIABILITIES AND EQUITY</b>				
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Lease liabilities		1,736,736	1,799,122	1,914,394
Trade and other payables		74,469,119	67,635,237	72,072,878
Borrowings		1,427,220	1,706,821	1,227,030
<b>Total current liabilities</b>		<b>77,633,075</b>	<b>71,141,180</b>	<b>75,214,302</b>
<b>Non-current liabilities</b>				
Lease liabilities		5,213,725	5,426,135	5,998,682
Employees' end of service benefits		16,820,519	16,681,224	16,001,139
Borrowings		65,366,701	73,876,900	76,372,382
Contingent consideration payable		-	-	443,816
Non-controlling interest put option		2,432,583	2,171,313	2,144,291
<b>Total non-current liabilities</b>		<b>89,833,528</b>	<b>98,155,572</b>	<b>100,960,310</b>
<b>Total liabilities</b>		<b>167,466,603</b>	<b>169,296,752</b>	<b>176,174,612</b>
<b>EQUITY</b>				
Share capital		109,919,258	109,919,258	109,919,258
Statutory reserve		35,355,308	35,355,308	33,864,262
Voluntary reserve		35,233,606	35,233,606	33,742,560
Treasury shares	6	(18,794,098)	(18,794,098)	(18,974,917)
Share based payment reserve		170,401	165,401	172,484
Other reserves		(7,866,384)	(7,891,399)	(1,965,135)
Fair Value reserve		122,612,429	122,575,644	112,475,418
Foreign currency translation reserve		7,981,059	8,304,125	11,137,477
Retained earnings		132,854,128	131,414,219	142,086,956
<b>Equity attributable to shareholders of the Parent Company</b>		<b>417,465,707</b>	<b>416,282,064</b>	<b>422,458,363</b>
Non-controlling interests		171,539,907	173,813,079	184,376,524
<b>Total equity</b>		<b>589,005,614</b>	<b>590,095,143</b>	<b>606,834,887</b>
<b>Total liabilities and equity</b>		<b>756,472,217</b>	<b>759,391,895</b>	<b>783,009,499</b>

Sadoun A. Ali  
Vice Chairman & CEO

Tanweer Ahmed Khalfay  
Chief Financial Officer

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.

Qurain Petrochemical Industries Company K.S.C.P. and Subsidiaries



INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME  
(UNAUDITED)

For the period ended 30 June 2021

	Notes	Three months ended 30 June	
		2021 KD	2020 KD
Revenue from rendering of services		11,783,757	11,944,065
Revenue from sale of goods		42,581,499	50,816,302
<b>Total revenue</b>	13	<b>54,365,256</b>	<b>62,760,367</b>
Cost of revenue from rendering of services		(9,019,968)	(8,137,838)
Cost of revenue from sale of goods		(29,883,257)	(34,670,127)
<b>Total cost of revenue</b>		<b>(38,903,225)</b>	<b>(42,807,965)</b>
<b>GROSS PROFIT</b>		<b>15,462,031</b>	<b>19,952,402</b>
Dividend income		4,146	246,078
Interest and other income		712,665	321,437
Net realized / unrealized (loss) gain on financial assets at fair value through profit or loss		-	2,696
Share of results from associates and joint venture		915,427	345,770
General and administrative expenses		(6,516,041)	(7,206,398)
Selling and distribution expenses		(6,215,192)	(6,059,263)
Finance costs		(446,089)	(741,085)
<b>Profit before provision for taxation and board of directors' remuneration</b>		<b>3,916,947</b>	<b>6,861,637</b>
Provision for taxation	7	(54,395)	(91,418)
Board of directors' remuneration		(37,500)	(37,500)
<b>Profit for the period</b>		<b>3,825,052</b>	<b>6,732,719</b>
<b>Attributable to:</b>			
Shareholders of the Parent Company		1,556,440	2,351,537
Non-controlling interests		2,268,612	4,381,182
		<b>3,825,052</b>	<b>6,732,719</b>
<b>Basic earnings per share - attributable to shareholders of the Parent Company</b>	8	<b>1.52 fils</b>	<b>2.30 fils</b>
<b>Diluted earnings per share - attributable to shareholders of the Parent Company</b>	8	<b>1.52 fils</b>	<b>2.30 fils</b>

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.



INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 30 June 2021

	<i>Three months ended</i>	
	<i>30 June</i>	
	<i>2021</i>	<i>2020</i>
	<i>KD</i>	<i>KD</i>
<b>Profit for the period</b>	<b>3,825,052</b>	<b>6,732,719</b>
<b>Other comprehensive income (loss) for the period:</b>		
<i>Other comprehensive income (loss) for the period that will not be subsequently reclassified to interim condensed consolidated statement of income:</i>		
Changes in fair value of equity investments at fair value through other comprehensive income	(50,706)	(120,409)
<i>Other comprehensive income (loss) for the period that are or may be subsequently reclassified to interim condensed consolidated statement of income:</i>		
Exchange differences arising on translation of foreign operations	(711,632)	(719,648)
Net gain on hedge of net investment in foreign operation	227,560	150,336
<b>Other comprehensive loss for the period</b>	<b>(534,778)</b>	<b>(689,721)</b>
<b>Total comprehensive income for the period</b>	<b>3,290,274</b>	<b>6,042,998</b>
<b>Attributable to:</b>		
Shareholders of the Parent Company	1,153,628	1,991,034
Non-controlling interests	2,136,646	4,051,964
	<b>3,290,274</b>	<b>6,042,998</b>

The attached notes 1 to 15 form part of this interim condensed consolidated financial information.