

Wataniya Palestine Mobile Telecommunication - Public Shareholding Company (Ooredoo Palestine)

Financial statements for the year ended 31 December 2020

(All amounts expressed in US Dollar unless otherwise stated)

STATEMENT OF FINANCIAL POSITION As at 31 December

	2020	2019
ASSETS		
Non-current assets		
Property and equipment	68,525,533	69,381,072
Projects in progress	2,643,960	6,063,468
Right of use assets	6,536,704	8,736,392
Intangible assets	103,835,517	111,946,255
Deferred tax asset	695,328	-
Total non-current assets	182,237,042	196,127,187
Current assets		
Inventories	1,549,806	2,211,100
Other current assets	3,439,355	3,657,029
Trade receivables	12,116,523	11,015,796
Cash on hand and at banks	30,662,429	24,895,021
Total current assets	47,768,113	41,778,946
Total assets	230,005,155	237,906,133
EQUITY AND LIABILITIES		
EQUITY		
Paid-in capital	293,000,000	293,000,000
Share premium	11,610,000	11,610,000
Accumulated losses	(201,024,881)	(208,566,096)
Total equity	103,585,119	96,043,904
LIABILITIES		
Non-Current liabilities		
Long-term loans	14,375,000	31,875,000
Lease liabilities	4,747,090	5,481,682
Provision for employees' benefits	6,953,238	6,871,235
Other provision	44,871,337	44,871,337
Total non-current liabilities	70,946,665	89,099,254
Current liabilities		
Other current liabilities	26,600,299	24,789,730
Accounts payable	7,904,294	8,069,532
Accrued project cost	3,487,064	4,850,409
Deferred revenues	5,640,753	5,088,448
Income tax provision	515,593	-
Current portion of long-term loans	8,750,000	6,250,000
Lease liabilities	2,575,368	3,714,856
Total current liabilities	55,473,371	52,762,975
Total liabilities	126,420,036	141,862,229
Total equity and liabilities	230,005,155	237,906,133

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STATEMENT OF PROFIT OR LOSS For the years ended 31 December

	2020	2019
Revenues	101,600,508	99,415,166
Cost of services	(43,575,019)	(45,135,245)
Gross profit	58,025,489	54,279,921
General and administrative expenses	(24,156,423)	(25,763,734)
Depreciations and amortizations	(24,719,265)	(25,321,551)
(Provision)/recovery for impairment of trade receivables	(766,914)	150,852
Other net (losses)/gains	(5,900)	126,597
	8,376,987	3,472,085
Finance cost	(1,741,888)	(2,887,435)
Interest income	726,381	538,467
Profit for the period before tax	7,361,480	1,123,117
Income tax benefit	179,735	-
Profit for the period	7,541,215	1,123,117
Basic and diluted earnings per share	0.0257	0.0038

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STATEMENT OF COMPREHENSIVE INCOME

For the years ended 31 December

	2020	2019
Profit for the period	7,541,215	1,123,117
Other comprehensive income items	-	-
Total comprehensive income for the period	7,541,215	1,123,117

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STATEMENT OF CHANGES IN EQUITY

For the years ended 31 December

	Paid-in capital	Share premium	Accumulated losses	Total equity
Balance as at 1 January 2019	293,000,000	11,610,000	(208,470,697)	96,139,303
Change in accounting policy	-	-	(1,218,516)	(1,218,516)
Restated total equity as at 1 January 2019	293,000,000	11,610,000	(209,689,213)	94,920,787
Profit for the period	-	-	1,123,117	1,123,117
Balance as at 31 December 2019	293,000,000	11,610,000	(208,566,096)	96,043,904
Balance as at 1 January 2020	293,000,000	11,610,000	(208,566,096)	96,043,904
Profit for the period	-	-	7,541,215	7,541,215
Balance as at 31 December 2020	293,000,000	11,610,000	(201,024,881)	103,585,119

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STATEMENT OF CASH FLOWS

For the years ended 31 December

	2020	2019
Operating activities		
Profit for the period before tax	7,361,480	1,123,117
Adjustments for:		
Depreciation of property and equipment	12,460,096	12,867,381
Depreciation of right of use assets	2,158,411	2,297,297
Amortizations	10,100,758	10,156,873
Provision/(recovery) of provision for impairment of trade receivables	766,914	(150,852)
Provision for employees' benefits	1,106,346	1,653,383
Loans interests	1,282,907	2,312,741
Lease contracts interest in accordance with IFRS (16)	458,981	574,694
Interest income	(726,381)	(538,467)
Non-monetary Items	1,498,560	737,985
(Gain) from termination of lease contracts	(342,520)	-
(Gain) on sale of property and equipment and intangible assets	-	(47,278)
Loss of assets classified as held for disposal	-	267,463
	36,125,552	31,254,337
Change in working capital:		
Inventories	661,294	477,838
Other current assets	263,468	(1,267,606)
Trade receivables	(2,420,929)	1,760,590
Other current liabilities	1,288,170	7,300,758
Accounts payable	(165,238)	(13,120,118)
Deferred revenues	552,305	496,788
Net cash flows provided by operating activities before payments of employees' benefits	36,304,622	26,902,587
Payments of employees' benefits	(1,024,343)	(1,562,060)
Net cash flows provided by operating activities	35,280,279	25,340,527
Investing activities		
Purchases of property and equipment	(3,902,334)	(886,048)
Proceeds from sale of property and equipment and intangible assets	268,943	47,278
Increase in projects in progress	(7,905,023)	(13,202,819)
Interest income received	680,587	538,467
Net cash used in investing activities	(10,857,827)	(13,503,122)
Financing activities		
Repayment of long-term loans	(15,000,000)	(11,875,000)
Principal elements of lease payments	(2,217,197)	(2,952,789)
Interests paid	(1,437,847)	(2,312,741)
Net cash used in financing activities	(18,655,044)	(17,140,530)
Net increase/(decrease) in cash on hand and at banks	5,767,408	(5,303,125)
Cash on hand and at banks, beginning of the period	24,895,021	30,198,146
Cash on hand and at banks, end of the period	30,662,429	24,895,021