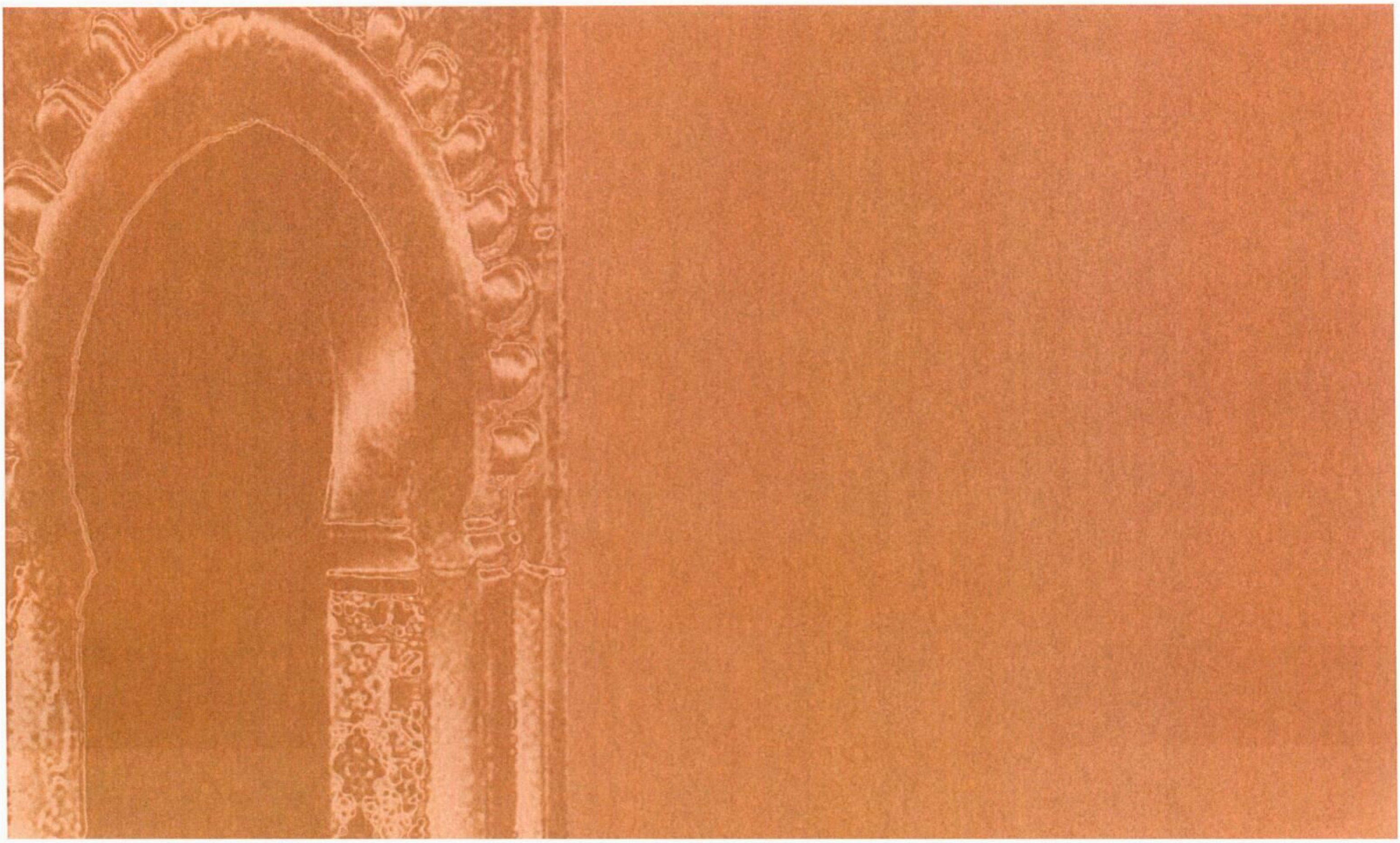
Sajjad Haider & Co.
CHARTERED ACCOUNTANTS

To Be Returned To The
Auditors For Their Record

DUBAI DEVELOPMENT COMPANY (PSC)
DUBAI, UNITED ARAB EMIRATES
(A Public Shareholding Company with limited liability)

INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2014 (UNAUDITED)



DUBAI DEVELOPMENT COMPANY (PSC)
(A Public Shareholding Company with limited liability)
DUBAI, UNITED ARAB EMIRATES

INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2014 (UNAUDITED)

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REPORT ON REVIEW OF
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2014
TO THE SHAREHOLDERS OF DUBAI DEVELOPMENT COMPANY (PSC)

Introduction
We have reviewed the accompanying interim statement of financial position of Dubai Development Company (PSC) (the "Company") as at 30 June 2014 and the related interim statements of comprehensive income, cash flows and changes in equity for the six month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed financial statements in accordance with International Accounting Standard IAS 34 *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of review
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

Sajjad Haider & Co

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DUBAI DEVELOPMENT COMPANY (PSC)
(A Public Shareholding Company with Limited Liability)
DUBAI, UNITED ARAB EMIRATES

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014 (Un-audited)

	Note	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
ASSETS			
Current assets			
Cash and bank balances	3	19,851,000	19,572,857
Prepayments and other receivables	4	82,387	576,516
		19,933,387	20,149,373
Non-current assets			
Fixed assets	5	-	-
Total assets		19,933,387	20,149,373
LIABILITIES AND EQUITY			
Current liabilities			
Accrued expenses	6	915,048	865,048
Due to affiliated companies	7	43,795	158,684
Unclaimed dividend		341,500	341,500
		1,300,343	1,365,232
Non-current liabilities			
Provision for staff gratuity		240,000	240,000
Capital and reserves			
Share capital	8	10,000,000	10,000,000
Legal reserve	9	5,000,000	5,000,000
General reserve	10	1,000,000	1,000,000
Accumulated profit		2,393,044	2,544,141
		18,393,044	18,544,141
Total liabilities and equity		19,933,387	20,149,373

The accompanying notes form an integral part of these financial statements.

DIRECTOR

DUBAI DEVELOPMENT COMPANY (PSC)
(A Public Shareholding Company with Limited Liability)
DUBAI, UNITED ARAB EMIRATES

INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 30 JUNE 2014 (Un-audited)

		6 months ended 30 June 2014 AED	6 months ended 30 June 2013 AED
REVENUE			
Interest earned on fixed deposits		95,221	138,048
Other income		13,278	-
Operating expenses	11	(259,596)	(151,984)
NET (LOSS) FOR THE PERIOD		(151,097)	(13,936)
(Loss) per share			
Basic and diluted (loss) per share		(0.0151)	(0.0014)

The accompanying notes form an integral part of these financial statements.

DIRECTOR

DUBAI DEVELOPMENT COMPANY (PSC)
(A Public Shareholding Company with Limited Liability)
DUBAI, UNITED ARAB EMIRATES

INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTHS ENDED 30 JUNE 2014 (Un-audited)

	Share capital AED	Legal reserve AED	General reserve AED	Accumulated profit AED	Total AED
Balance as at 1 January 2013	10,000,000	5,000,000	1,000,000	2,099,214	18,099,214
(Loss) for the six months ended 30 June 2013	-	-	-	(13,936)	(13,936)
Balance as at 30 June 2013	10,000,000	5,000,000	1,000,000	2,085,278	18,085,278
Profit for the 6 months ended 31 December 2013	-	-	-	458,863	458,863
Balance as at 31 December 2013	10,000,000	5,000,000	1,000,000	2,544,141	18,544,141
(Loss) for the 6 months ended 30 June 2014	-	-	-	(151,097)	(151,097)
Balance as at 30 June 2014	10,000,000	5,000,000	1,000,000	2,393,044	18,393,044

The accompanying notes form an integral part of these financial statements.

DUBAI DEVELOPMENT COMPANY (PSC)
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DUBAI, UNITED ARAB EMIRATES

INTERIM STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 30 JUNE 2014 (Un-audited)

	6 months ended 30 June 2014 AED	6 months ended 30 June 2013 AED
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) for the period	(151,097)	(13,936)
CHANGES IN OPERATING ASSETS AND LIABILITIES		
Decrease in prepayments and other receivables	494,129	28,480
Increase in accrued expenses	50,000	70,000
(Decrease)/increase in amount due to affiliated companies	(114,889)	28,126
(Decrease) in provision for lawsuit	-	(499,095)
Net cash provided/(utilized) by operating activities	278,143	(386,425)
Net increase/decrease in cash and bank balances during the period	278,143	(386,425)
Cash and cash equivalents at the beginning of the period	19,572,857	19,899,812
Cash and cash equivalents at the end of the period (note 12)	19,851,000	19,513,387

The accompanying notes form an integral part of these financial statements.

NOTES TO THE INTERIM CONDENSED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2014 (Un-audited)

1 LEGAL STATUS AND BUSINESS ACTIVITY

Dubai Development Company (PSC) is a limited liability company which was originally incorporated in Dubai on 21 June 1975 by an Emiri Decree and it became a public shareholding company in 1997, in accordance with the UAE Federal Law No. (8) Of 1984 (as amended).

The Company was incorporated for a period of 30 years which were completed on 20 June 2005. The shareholders have decided to extend the duration of the Company by 50 more years.

2 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of the financial statements are as follows:

a. Accounting convention

The financial statements are prepared under the historical cost convention.

b. Fixed assets

These assets are stated at cost. The cost of fixed assets is depreciated by equal annual instalments over the estimated useful lives of the assets as follows:

Motor vehicles	3 years
Furniture and equipment	5 years
Office renovation	5 years

All fixed assets have been fully depreciated.

c. Land for sale and development

All land available for sale has been sold and no land is now available for sale.

d. Staff gratuity

Provision for staff gratuity is made on the basis of UAE Federal Labour Law of 1980.

e. Interim condensed statements

The interim condensed financial statements do not contain all information and disclosures required for all financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the six months ended 30 June 2014 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2014.

3 CASH AND BANK BALANCES

	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
Cash at bank		
- On fixed deposit account	19,511,737	19,417,797
- On current account	339,263	155,060
	19,851,000	19,572,857

4 PREPAYMENTS AND OTHER RECEIVABLES

	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
Prepaid expenses	42,667	38,982
Accrued interest on fixed deposits	39,720	38,439
Other receivable	-	499,095
	82,387	576,516

5 FIXED ASSETS

	Furniture and equipment AED	Office renovation AED	Total AED
COST			
At 1 January 2014	217,150	200,000	417,150
At 30 June 2014	217,150	200,000	417,150
DEPRECIATION			
At 1 January 2014	217,150	200,000	417,150
At 30 June 2014	217,150	200,000	417,150
NET BOOK VALUE			
At 30 June 2014	-	-	-
At 31 December 2013	-	-	-

All assets have been fully depreciated.

6 ACCRUED EXPENSES

	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
Accrued expenses	915,048	865,048

Accrued expenses include salaries payable to general manager at AED 10,000 per month. It has been outstanding since 1st January 2007.

7 DUE TO AFFILIATED COMPANIES

	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
Almulla Construction (LLC), Dubai	10,883	10,883
Mohammed & Obaid Almulla, Dubai	32,912	147,801
	43,795	158,684

8 SHARE CAPITAL

Authorised, issued and fully paid

10,000,000 shares of AED 1 each	10,000,000	10,000,000

9 LEGAL RESERVE

In accordance with the Memorandum of Association of the Company, 10 percent of the profit for the year has to be transferred to a legal reserve up to a maximum of 50 percent of the capital. The legal reserve is not distributable.

10 GENERAL RESERVE

	Un-audited 30 June 2014 AED	Audited 31 December 2013 AED
Balance carried forward	1,000,000	1,000,000

11 OPERATING EXPENSES

	6 months ended 30 June 2014 AED	6 months ended 30 June 2013 AED
Staff salaries	60,000	60,000
Office rent	11,074	9,670
Trade license expenses	4,424	3,913
Audit fee	10,000	10,000
Other operational expenses	32,912	28,125
Stock market registration expenses	22,556	17,635
Fines and penalties	100,000	10,984
Financial charges	100	637
Advertisement expenses	14,880	7,440
Entertainment expenses	3,650	3,580
	259,596	151,984

12 CASH AND CASH EQUIVALENTS

Cash at bank	19,851,000	19,513,387