

Manasek (P.J.S.C)

INTERIM CONDENSED FINANCIAL STATEMENTS

30 June 2007 (Unaudited)

REVIEW REPORT ON INTERIM CONDENSED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF MANASEK (P.J.S.C)

Introduction

We have reviewed the accompanying interim balance sheet of Manasek (P.J.S.C) ("the Company") as at 30 June 2007, the related interim statement of income for the three-month period then ended, the related statements of cash flows and changes in equity for the three-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 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

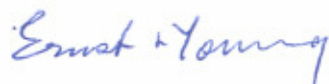
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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.

Emphasis of matter

We draw attention to the fact that the balance sheet for the year ended 31 March 2007 was not audited by us and is presented for comparison purposes only. Also, the income statement and statements of cash flows and changes in shareholders' equity for the period ended 30 June 2006 were not reviewed by us and are presented for comparison purposes only.



9 September 2007

Dubai

INCOME STATEMENT

Period ended 30 June 2007

		<i>3 months ended 30 June 2007 AED (Unaudited)</i>	<i>3 months ended 30 June 2006 AED (Unaudited)</i>
Income on deposits		980,725	-
Gain on sale of trading securities		-	114,627
Processing fees, net	3	11,617,145	-
Other income		65,000	-
Administrative expenses		(123,304)	(553,719)
PROFIT (LOSS) FOR THE PERIOD		12,539,566	(439,092)

Manasek (P.J.S.C)

BALANCE SHEET

At 30 June 2007

	<i>Notes</i>	30 June 2007 AED (Unaudited)	31 March 2007 AED (Audited)
ASSETS			
Non current assets			
Fixed assets		<u>4</u>	<u>4</u>
Current assets			
Accounts receivable and prepayments		352,629	35,718
Inventories		2	2
Due from a related party	4	9,965,205	-
Bank balances and cash		602,603,381	10,334,059
		<u>612,921,217</u>	<u>10,369,779</u>
TOTAL ASSETS		<u>612,921,221</u>	<u>10,369,783</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	5	10,000,000	10,000,000
Proposed increase in share capital	5	590,000,000	-
Additional paid in capital		894,645	894,645
Retained earnings (accumulated deficit)		11,536,817	(1,002,749)
Total equity		<u>612,431,462</u>	<u>9,891,896</u>
Non-current liabilities			
Employees' end of service benefits		<u>23,677</u>	<u>22,532</u>
Current liabilities			
Accrued expenses and other liabilities		466,082	455,355
		<u>466,082</u>	<u>455,355</u>
Total liabilities		<u>489,759</u>	<u>477,887</u>
TOTAL EQUITY AND LIABILITIES		<u>612,921,221</u>	<u>10,369,783</u>



Chairman
9 September 2007

Vice Chairman
9 September 2007

The attached notes 1 to 6 form part of these interim condensed financial statements.

STATEMENT OF CASH FLOW

Period ended 30 June 2007

	<i>3 months ended 30 June 2007 AED (Unaudited)</i>	<i>3 months ended 30 June 2006 AED (Unaudited)</i>
OPERATING ACTIVITIES		
Profit (loss) for the period	12,539,566	(439,092)
Adjustments for:		
Provision for employees' end of service benefits	1,145	2,054
Gain on sale of trading securities	-	(114,627)
Income on deposits	(980,725)	-
	<u>11,559,986</u>	<u>(551,665)</u>
Working capital changes:		
Accounts receivable and prepayments	(316,911)	6,082
Accrued expenses and other liabilities	10,727	(16,165)
Due from a related party	(9,965,205)	-
	<u>1,288,597</u>	<u>(561,748)</u>
Net cash from (used in) operating activities		
INVESTING ACTIVITIES		
Proceeds on sale of trading securities	-	10,804,627
Income on deposits	980,725	-
	<u>980,725</u>	<u>10,804,627</u>
Net cash from investing activities		
FINANCE ACTIVITIES		
Proposed increase in capital	590,000,000	-
Cash from financing activities	<u>590,000,000</u>	<u>-</u>
INCREASE IN CASH AND CASH EQUIVALENTS	592,269,322	10,242,879
Cash and cash equivalents at beginning of period	<u>10,334,059</u>	<u>42,116</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>602,603,381</u>	<u>10,284,995</u>

The attached notes 1 to 6 form part of these interim condensed financial statements.

Manasek (P.J.S.C)

STATEMENT OF CHANGES IN EQUITY

Period ended 30 June 2007

	<i>Share capital AED</i>	<i>Proposed increase in share capital AED</i>	<i>Additional paid in capital AED</i>	<i>Retained earnings (Accumulated deficit) AED</i>	<i>Total AED</i>
Balance at 1 April 2007	10,000,000	-	894,645	(1,002,749)	9,891,896
Proposed increase in share capital	-	590,000,000	-	-	590,000,000
Profit for the period	-	-	-	12,539,566	12,539,566
Balance at 30 June 2007	10,000,000	590,000,000	894,645	11,536,817	612,431,462

	<i>Share capital AED</i>	<i>Proposed increase in share capital AED</i>	<i>Additional paid in capital AED</i>	<i>Accumulated deficit AED</i>	<i>Total AED</i>
Balance at 1 April 2006	10,000,000	-	894,645	(586,461)	10,308,184
Loss for the period	-	-	-	(439,092)	(439,092)
Balance at 30 June 2006	10,000,000	-	894,645	(1,025,553)	9,869,092

The attached notes 1 to 6 form part of these interim condensed financial statements.

1 ACTIVITIES

Manasek (P.J.S.C) (the "Company") is a public joint stock company registered on 1 July 1998 in the Emirate of Dubai, United Arab Emirates, according to ministerial decree number 106 for the year 1998 and commenced its operations on 22 October 1998. The Company is engaged in the business of organizing Haj and Umra trips.

The address of the Company's registered office is P.O. Box 25233, Dubai, United Arab Emirates.

2 SIGNIFICANT ACCOUNTING POLICIES

The interim condensed financial statements of the Company are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies used in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the annual financial statements for the year ended 31 March 2007.

The interim condensed financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards, and should be read in conjunction with the Company's annual financial statements as at 31 March 2007. In addition, results for the 3 month ended 30 June 2007 are not necessarily indicative of the results that may be expected for the financial year ending 31 March 2008.

3 PROCESSING FEES, NET

	<i>30 June 2007 AED (Unaudited)</i>	<i>30 June 2006 AED (Unaudited)</i>
Capital increase processing fees	11,800,000	-
Less: capital increase expenses	(182,855)	-
	<u>11,617,145</u>	<u>-</u>

Processing fees represent fees of AED 0.02 fils per share subscribed, collected upon the subscription of the additional 590,000,000 shares during the period.

4 DUE FROM RELATED PARTY

This represents an advance given to Al Firdous Hotels Group. This amount is unsecured, has no fixed repayment terms and carries no profit.

5 SHARE CAPITAL

	<i>30 June 2007 AED (Unaudited)</i>	<i>31 March 2007 AED (Audited)</i>
Issued and fully paid		
10,000,000 shares @ AED 1 each		
(31 March 2007: 10,000,000 shares @ AED 1 each)	<u>10,000,000</u>	<u>10,000,000</u>

5 SHARE CAPITAL - continued

In the Extraordinary General Meeting held on 7 May 2007, the Shareholders resolved to increase the Company's share capital from AED 10,000,000 to AED 600,000,000 through the issuance of 590,000,000 shares of AED 1 each to its shareholders. As at 30 June 2007, the additional capital was fully paid in cash by the shareholders. The legal formalities to register the new capital were in process as of the period end and were completed on 3 July 2007.

6 SUBSEQUENT EVENT

The Company had entered into an agreement to acquire 100% ownership in Al Firdous Hotels Group, a company involved in managing and operating hotels and restaurants in the Kingdom of Saudi Arabia, for a consideration amounting to AED 150,000,000. The agreement became effective subsequent to the balance sheet date.