

**Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)]
and its subsidiary**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

31 DECEMBER 2007 (UNAUDITED)

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF
AL FIRDOUS HOLDINGS (P.J.S.C) [FORMERLY MANASEK (P.J.S.C)]**

Introduction

We have reviewed the accompanying interim consolidated balance sheet of Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary ("the Group") as at 31 December 2007, and the related interim consolidated statements of income for the three months and nine months period then ended, and the related interim consolidated statements of cash flows and changes in equity for the nine month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated 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 consolidated 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

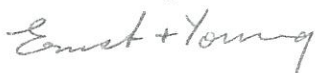
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Emphasis of matter

Without qualifying our conclusion, we draw attention to the following:

- a) As discussed in Note 1 to the interim condensed consolidated financial statements, the Group at this stage has provisionally recognised the values of net assets acquired and has not performed an impairment test on goodwill. Adjustments to the provisional acquired values will be finalised within twelve months of the transfer date, with retrospective effect, as allowed by International Financial Reporting Standard 3, *Business Combinations*, and an impairment test on the carrying value of goodwill will also be performed at that stage.
- b) The balance sheet for the year ended 31 March 2007 was not audited by us and is presented for comparison purposes only. Also, the interim consolidated statements of income for the three months and nine months period then ended, and the related interim consolidated statements of cash flows and changes in equity for the nine month period ended 31 December 2006 were not reviewed by us and are presented for comparison purposes only.

Ernst & Young



Signed by
Naushad Anwar
Partner
Registration No. 489
6 March 2008
Dubai, United Arab Emirates

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary
INTERIM CONSOLIDATED INCOME STATEMENT
For the nine months ended 31 December 2007 (Unaudited)

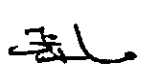
	<i>Notes</i>	<i>Three months ended 31 December</i>		<i>Nine months ended 31 December</i>	
		<i>2007 AED</i>	<i>2006 AED</i>	<i>2007 AED</i>	<i>2006 AED</i>
Revenue		60,498,054	-	94,416,177	-
Direct costs		(40,248,690)	-	(57,441,519)	-
Gross profit		20,249,364	-	36,974,658	-
Processing fees	4	-	-	11,800,000	-
Income on deposits		1,549,725	147,116	6,515,236	241,701
Gain on sale of trading securities		7,344,804	7,749	7,409,723	122,376
Subscription expenses	4	(120,171)	-	(303,026)	-
Administrative expenses		(1,970,289)	(206,448)	(5,770,743)	(947,286)
Foreign exchange loss		-	-	(130,855)	-
Profit (loss) before Zakat		27,053,433	(51,583)	56,494,993	(583,209)
Zakat		(643,484)	-	(881,878)	-
PROFIT (LOSS) FOR THE PERIOD		26,409,949	(51,583)	55,613,115	(583,209)
Basic and diluted earnings (loss) per share (AED)	7	0.065	(0.005)	0.138	(0.058)

The attached notes 1 to 7 form part of these interim condensed consolidated financial statements.

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary
INTERIM CONSOLIDATED BALANCE SHEET
 At 31 December 2007 (Unaudited)

	Notes	31 December 2007 AED	31 March 2007 AED
ASSETS			
Non current assets			
Islamic financing and investing assets		90,128,732	-
Available for sale investments		29,959,525	-
Property, plant and equipment		43,999,457	4
Goodwill	1	111,202,380	-
		<u>275,290,094</u>	<u>4</u>
Current assets			
Trading securities		138,680,958	-
Accounts receivable and prepayments		173,691,636	35,718
Inventories		954,085	2
Bank balances and cash		97,251,078	10,334,059
		<u>410,577,757</u>	<u>10,369,779</u>
TOTAL ASSETS		<u>685,867,851</u>	<u>10,369,783</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	5	600,000,000	10,000,000
Additional paid in capital		894,645	894,645
Retained earnings (accumulated deficit)		54,610,366	(1,002,749)
Cumulative changes in fair value		17,716,873	-
Total equity		<u>673,221,884</u>	<u>9,891,896</u>
Non-current liabilities			
Employees' end of service benefits		1,016,126	22,532
Current liabilities			
Accounts payable and accruals		10,580,853	455,355
Short term loans		1,048,988	-
		<u>11,629,841</u>	<u>455,355</u>
Total liabilities		<u>12,645,967</u>	<u>477,887</u>
TOTAL EQUITY AND LIABILITIES		<u>685,867,851</u>	<u>10,369,783</u>


 Chairman
 6 March 2008


 Vice Chairman
 6 March 2008

The attached notes 1 to 7 form part of these interim condensed consolidated financial statements.

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary

INTERIM CONSOLIDATED CASH FLOW STATEMENT

For the nine months ended 31 December 2007 (Unaudited)

		<i>Nine months ended 31 December</i>	
	<i>Note</i>	<i>2007 AED</i>	<i>2006 AED</i>
OPERATING ACTIVITIES			
Profit (loss) before Zakat		56,494,993	(583,209)
Adjustments for:			
Depreciation		3,291,824	-
Income on deposits		(6,515,236)	(241,701)
Provision for employees' end of service benefits (net)		59,741	6,165
		<u>53,331,322</u>	<u>(818,745)</u>
Working capital changes:			
Trading securities		(138,680,958)	-
Accounts receivable and prepayments		(142,227,045)	(12)
Inventories		(238,588)	-
Accounts payable and accruals		(10,085,054)	148,671
Zakat		(881,878)	-
		<u>(238,782,201)</u>	<u>(670,086)</u>
Net cash used in operating activities			
INVESTING ACTIVITIES			
Acquisition of a subsidiary, net of cash acquired	1	(147,250,944)	-
Islamic financing and investing assets		(90,128,732)	-
Purchase of property, plant and equipment		(20,468,268)	-
Purchase of available for sale investments		(12,242,652)	-
Income on deposits received		6,515,236	241,701
		<u>(263,575,360)</u>	<u>241,701</u>
Net cash (used in) from investing activities			
FINANCE ACTIVITIES			
Increase in share capital	5	590,000,000	-
Short term loans		(725,420)	-
		<u>589,274,580</u>	<u>-</u>
Net cash from financing activities			
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
		86,917,019	(428,385)
Cash and cash equivalents at 1 April		10,334,059	10,732,116
CASH AND CASH EQUIVALENTS AT 31 DECEMBER			
		97,251,078	10,303,731

The attached notes 1 to 7 form part of these interim condensed consolidated financial statements.

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine months ended 31 December 2007 (Unaudited)

	Share capital AED	Proposed increase in share capital AED	Additional paid in capital AED	Retained earnings (accumulated deficit) AED	Cumulative changes in fair value AED	Total AED
2007:						
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
Issue of shares	590,000,000	(590,000,000)	-	-	-	-
	600,000,000	-	894,645	(1,002,749)	-	599,891,896
Gain on available for sale investments	-	-	-	-	17,716,873	17,716,873
Profit for the period	-	-	-	55,613,115	-	55,613,115
Total income and expense for period	-	-	-	55,613,115	17,716,873	73,329,988
Balance at 31 December 2007	600,000,000	-	894,645	55,613,115	17,716,873	673,221,884

	Share capital AED	Proposed increase in share capital AED	Additional paid in capital AED	Accumulated deficit AED	Cumulative changes in fair value AED	Total AED
2006:						
Balance at 1 April 2006	10,000,000	-	894,645	(586,461)	-	10,308,184
Loss for the period	-	-	-	(583,209)	-	(583,209)
Balance at 31 December 2006	10,000,000	-	894,645	(1,169,670)	-	9,724,975

The attached notes 1 to 7 form part of these interim condensed consolidated financial statements.

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary

NOTES TO THE INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

At 31 December 2007 (Unaudited)

1 ACTIVITIES

Al Firdous Holdings (P.J.S.C) [formerly 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 address of the Company's registered office is P.O. Box 25233, Dubai, United Arab Emirates. On 13 September 2007, the Company secured approval from the Ministry of Economy to change its name from "Manasek (P.J.S.C)" to "Al Firdous Holdings (P.J.S.C)." The Company is engaged principally in the business of organizing Haj and Umra trips.

In 2007, the Company 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 transfer and registration of Al Firdous Hotels Group in favour of the Company was finalized on 14 July 2007. Accordingly, the interim condensed consolidated financial statements as at and for the period ended 31 December 2007 include the accounts of the Company and its subsidiary Al Firdous Hotels Group (collectively referred to as "the Group"). The Group has provisionally recorded the assets and liabilities, and contingent liabilities of Al Firdous Hotels Group at the value they were carried in the books of Al Firdous Hotels Group at the date of transfer, as summarised below:

	<i>AED</i> <i>(Unaudited)</i>
Assets acquired:	
Property, plant and equipment	26,823,009
Accounts receivable and prepayments	31,428,873
Inventories	715,495
Bank balances and cash	2,749,056
Total assets	<u>61,716,433</u>
Less: liabilities assumed	
Employees' end of service benefits	(933,853)
Accounts payable and accruals	(20,210,552)
Short-term loans	(1,774,408)
Book value of net assets acquired	<u><u>38,797,620</u></u>
Consideration paid for 100% ownership in Al Firdous Hotels Group	150,000,000
Book value of net assets acquired, as above	(38,797,620)
Goodwill	<u><u>111,202,380</u></u>
Cash flow on acquisition:	
Cost of acquisition	150,000,000
Net cash acquired	(2,749,056)
Net cash outflow	<u><u>(147,250,944)</u></u>

At this stage, the Group has provisionally recognised the values of net assets acquired and has not performed an impairment test on goodwill. Adjustments to the provisional acquired values will be finalised within twelve months of the transfer date and recorded retrospectively as allowed by International Financial Reporting Standard 3, *Business Combinations*, and an impairment test on the carrying value of the goodwill will also be performed at that stage.

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
At 31 December 2007 (Unaudited)

2 SIGNIFICANT ACCOUNTING POLICIES

The interim condensed financial statements of the Group 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, except that consolidated financial statements have been prepared for the first time since the Company now has a subsidiary and adoption of new standards and interpretations noted below.

IFRS 7 Financial Instruments Disclosures

The Group has adopted IFRS 7, which requires disclosures that enable users to evaluate the significance of the Group's financial instruments and the nature and extent of risks arising from those financial instruments. These new disclosures will be included in the Group's annual consolidated financial statements for the year ending 31 March 2008.

IAS 1 Amendment - Presentation of Financial Statements

This amendment requires the Group to make new disclosures to enable users of the consolidated financial statements to evaluate the Group's objectives, policies and processes for managing capital. These new disclosures will be included in the Group's annual consolidated financial statements for the year ending 31 March 2008.

Adoption of these Standards and Interpretations did not have any material effect on the financial position or performance of the Group.

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 annual financial statements as at and for the year ended 31 March 2007. In addition, results for the nine months ended 31 December 2007 are not necessarily indicative of the results that may be expected for the financial year ending 31 March 2008.

3 SEASONALITY OF RESULTS

Most of the revenue of AED 94,416,177 for the nine months ended 31 December 2007 is derived from the Group's operations in the holy city of Mecca during the Ramadan and Haj seasons. Due to the seasonal nature of the Group's business, higher revenues and operating profits are usually expected during the Ramadan and Haj seasons, which occurred in the second half of 2007.

4 PROCESSING FEES

	<i>Three months ended 31 December</i>		<i>Nine months ended 31 December</i>	
	<i>2007</i>	<i>2006</i>	<i>2007</i>	<i>2006</i>
	<i>AED</i>	<i>AED</i>	<i>AED</i>	<i>AED</i>
Capital increase processing fees	-	-	11,800,000	-
Less: capital increase expenses	(120,171)	-	(303,026)	-
	<u>(120,171)</u>	<u>-</u>	<u>11,496,974</u>	<u>-</u>

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

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary

NOTES TO THE INTERIM CONDENSED CONSOLIDATED

FINANCIAL STATEMENTS

At 31 December 2007 (Unaudited)

5 SHARE CAPITAL

	<i>31 December 2007 AED</i>	<i>31 March 2007 AED</i>
Issued and fully paid:		
600,000,000 shares @ AED 1 each		
(31 March 2007: 10,000,000 shares @ AED 1 each)	<u>600,000,000</u>	<u>10,000,000</u>

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. The legal formalities to register the new share capital were completed on 3 July 2007.

6 SEGMENTAL INFORMATION

The Group operates in two geographic markets: U.A.E. under Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C.)] which functions as the corporate office and Kingdom of Saudi Arabia under Al Firdous Hotels Group which organizes Haj and Umra trips. The following table shows the distribution of the Group's operating income and total assets and liabilities by operating and geographic segments:

2007:

	<i>U.A.E Corporate Nine months ended 31 December 2007 AED</i>	<i>Kingdom of Saudi Arabia Haj and Umra Nine months ended 31 December 2007 AED</i>	<i>Total Nine months ended 31 December 2007 AED</i>
Revenues	<u>2,251,969</u>	<u>92,164,208</u>	<u>94,416,177</u>
Processing fees	<u>11,496,974</u>	<u>-</u>	<u>11,496,974</u>
Other income	<u>13,924,959</u>	<u>-</u>	<u>13,924,959</u>
Segment profits	<u>19,086,084</u>	<u>36,527,031</u>	<u>55,613,115</u>
	<i>U.A.E Corporate 31 December 2007 AED</i>	<i>Kingdom of Saudi Arabia Haj and Umra 31 December 2007 AED</i>	<i>Total 31 December 2007 AED</i>
Total assets	<u>562,262,191</u>	<u>123,605,660</u>	<u>685,867,851</u>
Total liabilities	<u>1,465,678</u>	<u>11,180,289</u>	<u>12,645,967</u>

Al Firdous Holdings (P.J.S.C) [formerly Manasek (P.J.S.C)] and its subsidiary
NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS
 At 31 December 2007 (Unaudited)

6 SEGMENTAL INFORMATION (continued)

2006:

	<i>U.A.E Corporate Nine months ended 31 December 2006 AED</i>	<i>Kingdom of Saudi Arabia Haj and Umra Nine months ended 31 December 2006 AED</i>	<i>Total Nine months ended 31 December 2006 AED</i>
Revenues	-	-	-
Processing fees	-	-	-
Other income	364,077	-	364,077
Segment losses	(583,209)	-	(583,209)
	<i>U.A.E Corporate 31 March 2007 AED</i>	<i>Kingdom of Saudi Arabia Haj and Umra 31 March 2007 AED</i>	<i>Total 31 March 2007 AED</i>
Total assets	10,369,779	-	10,369,779
Total liabilities	477,887	-	477,887

7 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit of AED 55,613,115 for the period to 31 December 2007 (2006: loss of AED 583,209) by the weighted average number of shares of 403,333,333 (2006: 10,000,000) of AED 1 each outstanding during the period.

The figures for basic and diluted earnings per share are the same as the Group has not issued any instruments which would have an impact on earnings per share when exercised.