

CONDENSED CONSOLIDATED INCOME STATEMENT

31 March 2007 (Unaudited)

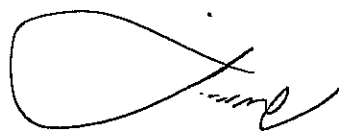
		<i>Three months ended 31 March</i>	
	<i>Note</i>	<i>2007</i>	<i>2006</i>
		<i>AED'000</i>	<i>AED'000</i>
Revenue			
Income from financing and investing assets		82,751	58,388
Processing fees		9,929	8,701
Gain on investments		448	7,446
Dividend and sukuk income		3,750	1,300
Income on deposits		3,981	6,784
Other income		874	5,780
Share of profit of an associate		271	4,658
		<u>102,004</u>	<u>93,057</u>
General and administrative expenses			
Staff expenses		(9,974)	(5,608)
Depreciation		(887)	(550)
Other expenses		(14,886)	(12,019)
		<u>(25,747)</u>	<u>(18,177)</u>
Profit before investors' share of profit		<u>76,257</u>	<u>74,880</u>
Investors' share of profit on:			
Sukuk payable		(12,159)	(10,510)
Related party balances		(5,999)	(4,362)
Investment deposits		(34,276)	(22,874)
		<u>(52,434)</u>	<u>(37,746)</u>
Profit attributable to the shareholders		<u>23,823</u>	<u>37,134</u>
Basic and diluted earnings per share (UAE Dirham)	3	<u>0.016</u>	<u>0.024</u>

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

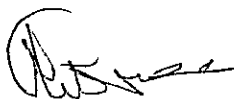
CONSOLIDATED BALANCE SHEET

At 31 March 2007 (Unaudited)

	31 March 2007 AED'000	Audited 31 December 2006 AED'000
ASSETS		
Cash and deposits with banks	279,155	268,228
Financing and investing assets	4,377,556	4,125,891
Investments in associates	18,991	18,720
Other investments	539,003	545,199
Other assets	64,038	79,142
Furniture, fixtures and office equipment	10,087	9,064
Total assets	5,288,830	5,046,244
EQUITY AND LIABILITIES		
Equity		
Share capital	1,500,000	1,500,000
General reserve	29,819	29,819
Statutory reserve	29,819	29,819
Cumulative changes in fair value	(20,943)	(6,824)
Retained earnings	239,773	215,950
Total equity	1,778,468	1,768,764
Liabilities		
Sukuk payable	697,680	697,680
Investment deposits	2,762,468	2,508,577
Accrued zakat	13,238	13,238
Other liabilities	36,976	57,985
Total liabilities	3,510,362	3,277,480
Total equity and liabilities	5,288,830	5,046,244



Chairman
30 April 2007



Director
30 April 2007



Chief Executive Officer
30 April 2007

CONSOLIDATED CASH FLOW STATEMENT

31 March 2007 (Unaudited)

	<i>Three months ended 31 March</i>	
	<i>2007</i>	<i>2006</i>
	<i>AED'000</i>	<i>AED'000</i>
OPERATING ACTIVITIES		
Profit attributable to the shareholders	23,823	37,134
Adjustments for:		
Depreciation	887	551
Share of profit of an associate	(271)	(4,658)
Gain on investments	(448)	(7,446)
Dividend and sukuk income	(3,750)	(1,300)
	<u>20,241</u>	<u>24,281</u>
Working capital changes:		
Financing and investing assets	(251,665)	(273,373)
Other assets	15,104	(34,477)
Investment deposits	253,891	(18,583)
Other liabilities	(21,009)	41,318
	<u>16,562</u>	<u>(260,834)</u>
INVESTING ACTIVITIES		
Purchase of other investments	(93,066)	(23,738)
Purchase of furniture, fixtures and office equipment	(1,910)	(1,916)
Dividend and sukuk income received	3,750	1,300
Proceeds from disposal of other investments	85,591	-
	<u>(5,635)</u>	<u>(24,354)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	10,927	(285,188)
Cash and cash equivalents at the beginning of the period	268,228	749,070
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	279,155	463,882

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

Amlak Finance PJSC

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS 31 March 2007 (Unaudited)

	Share capital AED '000	Statutory reserve AED '000	General reserve AED '000	Cumulative changes in fair value AED '000	Retained earnings AED '000	Total AED '000
As at 1 January 2007	1,500,000	29,819	29,819	(6,824)	215,950	1,768,764
Net movement in cumulative changes in fair value Profit attributable to the shareholders	-	-	-	(14,119)	-	(14,119)
	-	-	-	-	23,823	23,823
Total income and expense for the period	-	-	-	(14,119)	23,823	9,704
As of 31 March 2007	1,500,000	29,819	29,819	(20,943)	239,773	1,778,468
As at 1 January 2006	1,500,000	16,777	16,777	132,067	119,607	1,785,228
Net movement in cumulative changes in fair value Profit attributable to the shareholders	-	-	-	(45,072)	-	(45,072)
	-	-	-	-	37,134	37,134
Total income and expense for the period	-	-	-	(45,072)	37,134	(7,938)
As of 31 March 2006	1,500,000	16,777	16,777	86,995	156,741	1,777,290

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

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

31 March 2007 (Unaudited)

1 ACTIVITIES

Amlak Finance PJSC (the 'Company') was incorporated in Dubai on 11 November 2000 as a private shareholding company in accordance with UAE Federal Law No (8) of 1984, as amended.

At the constituent shareholders' meeting held on 9 March 2004, a resolution was passed to convert the Company to a public joint stock company. Further, a resolution was passed to transform the Company's activities to be in full compliance with the Islamic Sharia'a rules and principles.

The Company is licensed by the UAE Central Bank as a finance company and is now primarily engaged in financing and investing activities such as Ijara, Murabaha, Mudaraba, Musharaka. The activities of the Company are conducted in accordance with Islamic Sharia'a, which prohibits usury, and within the provisions of its Articles and Memorandum of Association. The Company's shares are listed on Dubai Financial Market.

The registered address of the Company is P.O. Box 2441, Dubai, United Arab Emirates.

2 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 December 2006 except for the adoption of new standards and interpretations, noted below;

IFRS 7 Financial Instruments Disclosures

The Company has adopted IFRS 7, which requires disclosures that enable users to evaluate the significance of the Company's financial instruments and the nature and extent of risks arising from those financial instruments. These new disclosures will be included in the Company's annual financial statements for the year ending 31 December 2007.

IAS 1 Amendment - Presentation of Financial Statements

This amendment requires the Company to make new disclosures to enable users of the financial statements to evaluate the Company's objectives, policies and processes for managing capital. These new disclosures will be included in the Company's annual financial statements for the year ending 31 December 2007.

IFRIC 10 Interim Financial Reporting and Impairment

The Company has adopted IFRIC Interpretation 10 as of 1 January 2007, which requires that an entity must not reverse an impairment loss recognised in a previous interim period in respect of an investment in either an equity instrument or a financial asset carried at cost.

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

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. In addition, results for the 3 months ended 31 March 2007 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2007.

3 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the profit attributable to the shareholders for the period of AED 23,823,000 (2006: AED 37,134,000) by the weighted average number of shares outstanding during the period of 1,500,000 of AED 1 each (2006: 1,500,000 of AED 1 each).

The Company has not issued any instruments which would have an impact on earnings per share when exercised.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 March 2007 (Unaudited)

4 COMMITMENTS AND CONTINGENCIES

Commitments

		<i>31 March</i> <i>2007</i> <i>AED'000</i>	<i>Audited</i> <i>31 December</i> <i>2006</i> <i>AED'000</i>
Irrevocable commitments to extend credit	23.1	1,481,557	1,427,774
Purchase of properties	23.2	6,991	6,991
Contribution to share capital	23.3	408,997	408,997
		<u>1,897,545</u>	<u>1,843,762</u>

4.1 Credit-related commitments include commitments to extend facilities designed to meet the requirements of the Company's customers. Commitments generally have fixed expiration dates, or other termination clauses, and normally require the payment of a fee. Since commitments may expire without being drawn upon, the total contract amounts do not necessarily represent future cash requirements.

4.2 As at period end, the Company was committed to purchase certain apartments for resale.

4.3 The Company has commitments on account of uncalled capital of an associate and other investees. The Company has to pay as and when calls are made by the investee companies.

Contingencies

The Company has issued guarantees on behalf of an associate amounting to AED 313,085 thousand (2006: AED 414,135 thousand)

5 SEGMENT INFORMATION

Primary segment information

For operational and management reporting purposes, the Company is organised in one major business segment of Islamic financing and investing activities.

Secondary segment information

For operational and management reporting purposes, the Company is organised in one geographical segment, Middle East. Consequently, no secondary segment information is required to be provided.

6 SEASONALITY OF RESULTS

Revenue includes dividend income of AED 1,430 thousand for three-month period ended 31 March 2007 (2006: AED 1,300 thousand) which is of seasonal nature.