Aramex PJSC and its subsidiaries

Condensed consolidated interim financial information
30 June 2008

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Condensed consolidated interim financial statements
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Independent auditors' review report to the Board of Directors of Aramex PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim balance sheet of Aramex PJSC ("the Company") and its subsidiaries (collectively referred to as "the Group") as at 30 June 2008, and the related condensed consolidated interim statements of income, changes in equity and cash flows for the six month period then ended, and a summary of significant accounting policies and other explanatory notes ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of the condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on the condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the 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 condensed consolidated interim financial information as at 30 June 2008 is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

30 JUL 2008

KPMG
Vijendranath Malhotra
(Registration No. B 48)
Dubai, United Arab Emirates

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Aramex PJSC and its subsidiaries

Condensed consolidated interim income statement (un-audited)

for the six month period ended 30 June 2008

	Note	Three month period ended 30 June 2008 AED'000	Three month period ended 30 June 2007 AED'000	Six month period ended 30 June 2008 AED'000	Six month period ended 30 June 2007 AED'000
Revenue	*16*	**539,306**	437,475	**1,033,763**	837,081
Cost of services		**(270,576)**	(228,910)	**(524,776)**	(440,581)
Gross profit		**268,730**	208,565	**508,987**	396,500
Other operating expenses		**(93,603)**	(65,295)	**(174,270)**	(123,680)
Selling expenses		**(27,039)**	(20,376)	**(51,796)**	(37,769)
General and administrative expenses		**(100,504)**	(82,908)	**(193,334)**	(159,181)
Other income-net		**333**	423	**1,178**	1,077
Profit from operations		**47,917**	40,409	**90,765**	76,947
Finance income		**424**	1,967	**1,474**	3,898
Finance expense		**(648)**	(1,002)	**(1,316)**	(1,825)
Net finance (expense) / income		**(224)**	965	**158**	2,073
Net profit before income tax		**47,693**	41,374	**90,923**	79,020
Income tax		**(3,009)**	(2,206)	**(4,144)**	(4,363)
Net profit for the period		**44,684**	39,168	**86,779**	74,657
Attributable to:					
Shareholders of the Company		**38,424**	33,468	**74,635**	63,439
Minority interest		**6,260**	5,700	**12,144**	11,218
Net profit for the period		**44,684**	39,168	**86,779**	74,657
Basic earnings per share (AED)	*15*	**0.032**	0.028	0.062	0.052

The notes on pages 6 to 14 form part of this condensed consolidated interim financial information.

The independent auditors' review report is set out on page 1.

Aramex PJSC and its subsidiaries

Condensed consolidated interim balance sheet

as at 30 June 2008

	Note	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Assets				
Property, plant and equipment	5	**214,237**	192,986	149,839
Goodwill	6	**803,399**	803,399	809,359
Other intangible assets		**3,062**	3,493	3,924
Available for sale investments	7	**13,443**	17,040	8,299
Other non-current assets		**338**	1,496	10,823
Deferred tax assets		**2,321**	2,428	3,281
Total non-current assets		**1,036,800**	1,020,842	985,525
Cash in hand and at bank	8	**266,892**	238,856	212,430
Trade receivables	9	**360,789**	319,152	295,242
Other current assets	10	**109,268**	95,985	92,661
Total current assets		**736,949**	653,993	600,333
Total assets		**1,773,749**	1,674,835	1,585,858
Equity				
Share capital	11	**1,210,000**	1,100,000	1,100,000
Currency translation adjustment		**3,287**	3,694	2,121
Statutory reserve		**13,699**	13,699	1,978
Fair value reserve		**10,723**	14,320	5,579
Retained earnings	12	**116,699**	153,464	107,072
Total equity attributable to shareholders of the Company		**1,354,408**	1,285,177	1,216,750
Minority interest		**21,278**	25,444	19,934
Total equity		**1,375,686**	1,310,621	1,236,684
Liabilities				
Loans and borrowings – non current		**14,794**	14,707	9,247
Other long term liabilities		**-**	-	10,583
Employee end of service benefits		**45,992**	39,428	34,615
Deferred tax liabilities		**747**	539	159
Total non-current liabilities		**61,533**	54,674	54,604
Bank overdrafts	8	**20,188**	20,191	25,611
Loans and borrowings – current		**12,522**	13,056	9,241
Trade payables		**132,040**	132,093	112,418
Other current liabilities		**171,780**	144,200	147,300
Current liabilities		**336,530**	309,540	294,570
Total liabilities		**398,063**	364,214	349,174
Total equity and liabilities		**1,773,749**	1,674,835	1,585,858

The notes on pages 6 to 14 form part of this condensed consolidated interim financial information.

The Board of Directors approved this condensed consolidated interim financial information on 30 JUL 2008

Abdullah Al Mazrui (Chairman)	Fadi Ghandour (Director, President & CEO)	Emad Shishtawi (Vice President Finance)

The independent auditors' review report is set out on page 1.

Aramex PJSC and its subsidiaries

Condensed consolidated interim statement of cash flows (un-audited)

for the six month period ended 30 June 2008

	Note	Six month period ended 30 June 2008 AED'000	Six month period ended 30 June 2007 AED'000
Operating activities			
Profit for the period before income tax		**90,923**	79,020
Adjustments for:			
Depreciation		**21,046**	16,556
Amortisation/write-off of intangible assets		**431**	431
Provision for doubtful debts -net		**2,188**	1,281
Provision for employee end of service benefits		**7,590**	5,035
Net finance income		**(158)**	(2,073)
Loss on sale of property, plant and equipment		**510**	54
Gain on sale of available for sale investments		**(512)**	-
Operating profit before working capital changes		**122,018**	100,304
Change in trade receivables		**(43,825)**	(34,868)
Change in other current assets		**(13,283)**	(14,331)
Change in trade payables		**(53)**	(5,120)
Change in other current liabilities		**27,625**	8,470
Directors' fees paid		**(1,400)**	(800)
Employee end of service benefits paid		**(1,296)**	(1,355)
Cash generated by operations		**89,786**	52,300
Income tax paid		**(3,874)**	(2,641)
Cash flows from operating activities		**85,912**	49,659
Investing activities			
Purchase of property, plant and equipment		**(43,533)**	(38,154)
Proceeds from sale of property, plant and equipment		**1,828**	496
Acquisition of minority interest		**-**	(5,870)
Proceeds from sale of available for sale investments		**512**	-
Other adjustments to goodwill		**-**	(40)
Acquisition of intangible assets		**-**	(744)
Net movement in other non current assets		**1,158**	(2,667)
Net movement in margin deposits		**(1,262)**	(953)
Interest income		**1,474**	3,898
Cash flows from investing activities		**(39,823)**	(44,034)
Financing activities			
Interest paid		**(1,316)**	(1,466)
Net movement in bank borrowings		**(447)**	(3,197)
Dividends paid to minority shareholders		**(17,839)**	(11,598)
Other movements in minority shareholders' interest (net)		**1,428**	1,309
Cash flows from financing activities		**(18,174)**	(14,952)
Effect of exchange rate changes on cash held		**(1,138)**	66
Net increase/(decrease) in cash and cash equivalents		**26,777**	(9,261)
Cash and cash equivalents at beginning of the period	*8*	**212,602**	190,447
Cash and cash equivalents at end of the period	*8*	**239,379**	181,186

The notes on pages 6 to 14 form part of this condensed consolidated interim financial information.

The independent auditors' review report is set out on page 1.

Aramex PJSC and its subsidiaries

Condensed consolidated interim statement of changes in equity (un-audited)

for the six month period ended 30 June 2008

	Share capital		Currency translation adjustments	Statutory reserve	Fair value reserve	Retained earnings	Total shareholders' equity	Minority interest	Total equity
	Number	Amount AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
Balance at 1 January 2007	1,000,000,000	1,000,000	1,785	1,978	-	144,433	1,148,196	19,287	1,167,483
Profit for the period	-	-	-	-	-	63,439	63,439	11,218	74,657
Translation adjustment	-	-	336	-	-	-	336	(60)	276
Net change in fair value of available for sale investments	-	-	-	-	5,579	-	5,579	-	5,579
Bonus shares issued	100,000,000	100,000				(100,000)	-	-	-
Dividends paid during the period	-	-	-	-	-	-	-	(11,598)	(11,598)
Minority interest acquired	-	-	-	-	-	-	-	(282)	(282)
Share capital introduced	-	-	-	-	-	-	-	1,286	1,286
Net other movements during the period	-	-	-	-	-	-	-	83	83
Directors' fees paid						(800)	(800)	-	(800)
At 30 June 2007	1,100,000,000	1,100,000	2,121	1,978	5,579	107,072	1,216,750	19,934	1,236,684
Balance at 1 January 2008	1,100,000,000	1,100,000	3,694	13,699	14,320	153,464	1,285,177	25,444	1,310,621
Bonus shares issued (refer note 12 (a))	110,000,000	110,000	-	-	-	(110,000)	-	-	-
Directors' fees paid (refer note 12 (b))	-	-	-	-	-	(1,400)	(1,400)	-	(1,400)
Profit for the period	-	-	-	-	-	74,635	74,635	12,144	86,779
Translation adjustment	-	-	(407)	-	-	-	(407)	101	(306)
Net change in fair value of available for sale investments	-	-	-	-	(2,931)	-	(2,931)	-	(2,931)
Adjustment on sale of investments	-	-	-	-	(666)	-	(666)	-	(666)
Dividends paid during the period	-	-	-	-	-	-	-	(17,839)	(17,839)
Share capital introduced	-	-	-	-	-	-	-	1,665	1,665
Net other movements during the period	-	-	-	-	-	-	-	(237)	(237)
Balance at 30 June 2008	**1,210,000,000**	**1,210,000**	**3,287**	**13,699**	**10,723**	**116,699**	**1,354,408**	**21,278**	**1,375,686**

No allocation of profit has been made to the statutory reserve for the six month period ended 30 June 2008 as it would be effected at the year-end.

The notes on pages 6 to 14 form part of this condensed consolidated interim financial information.

Aramex PJSC and its subsidiaries

Notes

(forming part of the condensed consolidated interim financial statements

1 Legal status and principal activities

Aramex PJSC ("the Company") is a Public Joint Stock Company registered in the Emirate of Dubai, UAE on 15 February 2005 under UAE Federal law No 8 of 1984 (as amended). The condensed consolidated interim financial information of the Company as at 30 June 2008 comprise the Company and its subsidiaries (collectively referred to as "the Group").

The principal activities of the Company is to invest in the freight, express, logistics and supply chain management businesses through acquiring and owning controlling interests in Companies in the Middle East and other parts of the world.

The Company's registered office is, Office No 5, Abdul Rahman Al Zaroani real estate, Plot 121-221, Dubai Airport, Deira, Dubai, United Arab Emirates.

On 22 June 2005, the Company acquired 100% shareholding in Aramex International Limited ("AIL") from Aramex Holding Limited ("AHL"), a related party incorporated under the laws of Bermuda.

AIL provides transportation solutions including express delivery and freight forwarding services mainly to/from countries in the Middle East. For the purpose of the express business, AIL utilizes its main stations (hubs) in Dubai and London. AIL's operations are managed through a regional office, which was registered in Jordan on 15 March 1988 under the name of AIL (the Regional Office) pursuant to the foreign companies law No. (58) of 1985. The operations of the Regional Office are facilitated by the hubs of the Aramex network.

The Company was listed on the Dubai Financial Market on 9 July 2005.

2 Basis of preparation and significant accounting policies

This condensed consolidated interim financial information has been prepared in accordance with the International Accounting Standard ("IAS") 34, Interim Financial Reporting. The condensed consolidated interim financial information of the Group, presented in UAE Dirhams ("AED") rounded to the nearest thousand, has been prepared under the historical cost convention except for available for sale investments, which are measured at fair value.

This condensed consolidated interim financial information does not include all of the information required for full annual financial statements, and should be read in conjunction with the latest audited consolidated financial statements of the Group for the year ended 31 December 2007.

The accounting policies applied in the preparation of the condensed consolidated interim financial information are consistent with those applied in the preparation of consolidated financial statements of the Group for the year ended 31 December 2007.

3 Accounting estimates and judgments

The preparation of this condensed consolidated interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

Notes *(continued)*

3 Accounting estimates and judgments *(continued)*

In preparing this condensed consolidated interim financial information, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements of the Group for the year ended 31 December 2007 other than as detailed below;

In the current period, the Group has disposed off 35% of its shareholding interest in its subsidiary in Libya in favour of a minority shareholder. The excess of the consideration receivable over the proportionate share of net assets of the subsidiary on the date of disposal amounted to AED 5.1 million. The consideration for this disposal would only be recovered by the Group, in future years, by way of appropriating a share of the dividends due to the minority shareholder against amount outstanding. In view of the uncertainty of the ultimate recoverability of this amount and the period over which it would be eventually recovered, the Group has not recognized this excess on the disposal of this investment in the current period.

4 Financial risk management

All aspects of the Group's financial risk management objectives and policies are consistent with that disclosed in the consolidated financial statements as at and for the year ended 31 December 2007.

5 Property, plant and equipment

Acquisitions and disposals

During the six month period ended 30 June 2008, the Group acquired assets (including additions to capital work in progress) with a cost of AED 43.53 million *(31 December 2007: AED 97.83 million and 30 June 2007: AED 38.15 million).*

Assets with a carrying amount of AED 2.34 million *(31 December 2007: AED 1.08 million and 30 June 2007: AED 0.55 million)* were disposed off during the six month period ended 30 June 2008, resulting in a loss of AED 0.51 million *(31 December 2007: loss of AED 0.30 million and 30 June 2007: loss of AED 0.05 million).*

6 Goodwill

The movement in the goodwill account is as follows:

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Opening balance	**803,399**	803,731	803,731
Acquisitions through business combination			
- On acquisition of GDA Singapore	-	1,533	-
Acquisition of minority interest:			
- On additional acquisition in Aramex Lanka	-	5,625	5,588
Adjustment on reversal of contingent consideration of Two Way	-	(7,530)	-
Adjustment to Freight Professionals	-	11	11
Adjustment to Docman	-	29	29
Closing balance	**803,399**	803,399	809,359

Annual impairment testing for goodwill has been carried out by management at 31 December 2007. Management have not seen any indications, since the date of its last financial year, which would indicate impairment in the carrying value of goodwill.

7 Available for sale investments

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Opening balance	**17,040**	2,720	2,720
Carrying value of investments sold during the period	**(666)**	-	-
Cumulative changes in fair value during the period	**(2,931)**	14,320	5,579
Closing balance	**13,443**	17,040	8,299

8 Cash in hand and at bank

Cash in hand and at bank include restricted cash amounting to AED 7.33 million as of 30 June 2008 *(31 December 2007: AED 6.06 million and 30 June 2007: AED 5.63 million)*. This amount represents margin against bank guarantees. Cash and cash equivalents comprise the following:

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Cash in hand and at banks	**266,892**	238,856	212,430
Less: Restricted cash, margin deposits	**(7,325)**	(6,063)	(5,633)
Less: Overdrafts	**(20,188)**	(20,191)	(25,611)
	239,379	212,602	181,186

9 Trade receivables

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Trade receivables	**381,729**	339,110	314,737
Less: allowance for impairment losses	**(20,940)**	(19,958)	(19,495)
Closing balance	**360,789**	319,152	295,242

Geographic concentrations of trade receivables are as follows:

	30 June 2008 %	31 December 2007 %	30 June 2007 %
Middle East and North Africa	**73**	71	68
Europe	**19**	21	24
North America	**2**	2	2
Asia	**6**	6	6

Management believes that all receivables, net of related provisions, will be collected in due course.

9 Trade receivables *(continued)*

Movements in allowance for impairment losses is as follows:

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Opening balance	**19,958**	21,439	21,439
Provision made during the period	**2,188**	6,867	1,393
Write back during the period	**(33)**	(116)	(112)
Write-offs during the period	**(1,173)**	(8,232)	(3,225)
Closing balance	**20,940**	19,958	19,495

10 Other current assets

Other current assets includes an amount of AED 30 million due from a Company owned by a trust formed for the purpose of implementing an employee share purchase plan. Certain key management employees of the Group have influence over the trust. This amount carries interest at agreed upon rates. The interest for the six month period ended 30 June 2008 amounting to AED 0.75 million *(six month period ended 30 June 2007: AED 0.75 million)* has been waived.

11 Share capital

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Authorised, issued and paid up			
1,210,000,000 shares of AED 1 each *(31 December 2007: 1,100,000,000 shares of AED 1 each; 30 June 2007: 1,100,000,000 shares of AED 1 each)*	**1,210,000**	1,100,000	1,100,000

During the current period, the Company's share capital was increased by the issue of bonus shares to the extent of 10% of the share capital of the Company as approved by the shareholders in the Company's Annual General Meeting. Refer note 12 (a).

12 Retained earnings

(a) Proposed dividends

The Directors proposed an issue of bonus shares of AED 110 million, being 10% of the share capital of the Company in their meeting to approve the 2007 annual financial statements of the Company. This proposed bonus share issue has been approved by the shareholders at the Annual General Meeting held on 2 April 2008. Refer note 11.

(b) Proposed director fees

Directors' fees of AED 1.6 million representing remuneration for attending meetings and compensation for professional services rendered by the Directors for the year 2007 was proposed by the Board. This amount was subsequently approved by the shareholders at the Annual General Meeting on 2 April 2008. Out of the total directors' fee, an amount of AED 1.4 million has been paid during the current period.

Notes *(continued)*

13 Related party transactions

AIL currently leases the premises occupied by the AIL's corporate office in Amman, Jordan, from ARAM, an investment company controlled by the CEO's family at an annual rental of AED 1.58 million. The lease is open-ended and is renewed annually. Management believes that the terms of the lease are at least as favourable to the Company as those available from unaffiliated third parties.

AIL entered into an alliance called Global Distribution Alliance ("GDA") in December 2003. GDA is a global alliance among thirty two leading independent express companies that function as a worldwide delivery network for its members in which AIL is one of the founding members. AIL and GDA maintain normal business relations. At 30 June 2008, AED 0.51 million was due from AIL to GDA and has been included under other current liabilities. Aramex Beirut premises are rented from the station manager and her relatives for an amount equivalent to AED 0.13 million for the year. Management believes that the terms of the rental are at least as favourable to the Group as those available from unaffiliated third parties.

The Group's subsidiary in Ireland, which was acquired by the Group in 2006, leases its premises from one of its directors at an annual rental of AED 3.4 million.

During the ordinary course of its operations, the Group carries out transactions, which are within the principal activities of the Group, with other entities that fall within the definition of a related party as per International Accounting Standard ("IAS") 24. The terms of these transactions are not significantly different from those with other third parties. On account of the small value and the high volume of such individual transactions, the Group does not have a process in place to separately record and disclose such transactions. Management believes that such non disclosure does not affect the assessment of the Group's operations by the users of the financial statements.

Details of other significant related party transactions are as under:

	Three month period ended 30 June 2008 AED'000 Un-audited	Three month period ended 30 June 2007 AED'000 Un-audited	**Six month period ended 30 June 2008 AED'000 Un-audited**	Six month period ended 30 June 2007 AED'000 Un-audited
Compensation paid/payable to key management personnel for the period				
- Short term benefits	3,566	2,931	7,350	6,450
- End of service benefits	38	55	76	217

Notes *(continued)*

14 Contingent liabilities and commitments

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Letters of guarantee	**42,446**	36,651	26,582

15 Earnings per share

The calculation of basic earnings per share for the three and six month period ended 30 June 2008 is based on the profit attributable to the shareholders of the Company of AED 38.42 million and AED 74.64 million, respectively *(three month period ended 30 June 2007: AED 33.47 million and six month period ended 30 June 2007: AED 63.44 million)* and a weighted average number of ordinary shares outstanding during the three and six month period ended 30 June 2008 of 1,210 million *(three month period ended 30 June 2007: 1,210 million shares and six month period ended 30 June 2007: 1,210 million shares)*. The weighted average numbers of shares have been proportionately adjusted for the earliest period presented for the issue of bonus shares in the second quarter of 2008.

16 Information about segments

Segment information is presented in respect of the Group's business and geographical segment. The primary format, business segments, is based on the way senior management organizes operations within the Group for decision making purposes, internal reporting structure and performance assessment.

Business segments

The Group operates predominantly in a single industry as a courier and cargo freight forwarder and comprises of the following main business segments:

International express: includes delivery of small packages across the globe to both retail and wholesale customers.

Freight forwarding: includes forwarding of loose or consolidated freight through air, land and ocean transport, warehousing, customs clearance and break bulk services.

Domestic express: includes express delivery of small parcels and pick up and deliver shipments from city to city within the country.

Logistics: includes warehousing and its management, distribution, supply chain management, inventory management as well as other value added services.

Other operations: includes catalogue shipping services, document storage, shop 'n' ship commercial services, airline ticketing and travel, logistics revenue, and visa services. All related costs are reflected in cost of services.

Notes *(continued)*

16 Information about segments *(continued)*

Business segments (continued)

(Figures in AED '000)

	International express	Freight forwarding	Domestic Express	Logistics	Others	Elimination	Consolidated
Three month period ended 30 June 2008							
External sales	156,467	237,604	75,811	35,772	33,652	-	539,306
Inter-segment sales	70,359	40,397	20	2,893	2,039	(115,708)	-
Segment sales	226,825	278,002	75,831	38,665	35,691	(115,708)	539,306
Gross profit	93,969	66,670	58,779	27,453	21,859	-	268,730

	International express	Freight forwarding	Domestic Express	Logistics	Others	Elimination	Consolidated
Three month period ended 30 June 2007							
External sales	129,216	198,065	56,087	25,992	28,115	-	437,475
Inter-segment sales	58,382	37,806	77	549	2,418	(99,232)	-
Segment sales	187,598	235,871	56,164	26,541	30,533	(99,232)	437,475
Gross profit	75,257	55,242	43,564	18,593	15,909	-	208,565

	International express	Freight forwarding	Domestic Express	Logistics	Others	Elimination	Consolidated
Six month period ended 30 June 2008							
External sales	301,771	456,357	144,805	66,447	64,383	-	1,033,763
Inter-segment sales	137,462	74,117	29	5,922	3,595	(221,225)	-
Segment sales	439,233	530,474	144,834	72,369	67,978	(221,225)	1,033,763
Gross profit	180,022	125,606	111,381	51,524	40,454	-	508,987

	International express	Freight forwarding	Domestic Express	Logistics	Others	Elimination	Consolidated
Six month period ended 30 June 2007							
External sales	245,829	378,646	108,682	47,984	55,940	-	837,081
Inter-segment sales	114,708	68,456	81	864	4,019	(188,128)	-
Segment sales	360,537	447,102	108,763	48,848	59,959	(188,128)	837,081
Gross profit	139,394	105,659	84,471	33,823	33,153	-	396,500

Transactions between stations are priced at agreed upon rates. All material intra-group transactions have been eliminated on consolidation.

The Group does not segregate assets and liabilities by business segment and accordingly such information is not available.

Notes *(continued)*

16 Information about segments (continued)

Geographical segments

The business segments are managed on a world-wide basis, but operate in four principal geographical areas, Middle East and North Africa, Europe, North America and Asia.

In presenting information on the geographical segments, segment revenue is based on the geographical location of customers. Segments assets are based on the location of the assets.

	Three month period ended 31 March 2008 AED'000 Un-audited	Three month period ended 30 June 2007 AED'000 Un-audited	**Six month period ended 30 June 2008 AED'000 Un-audited**	Six month period ended 30 June 2007 AED'000 Un-audited
Revenue				
Middle East and North Africa	**377,523**	294,213	**720,464**	555,837
Europe	**113,105**	104,358	**219,693**	212,208
North America	**11,942**	8,708	**22,263**	13,691
Asia	**36,736**	30,196	**71,343**	55,345
	539,306	437,475	**1,033,763**	837,081

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Assets			
Middle East and North Africa	**1,606,294**	1,520,781	1,427,074
Europe	**113,832**	104,926	112,171
North America	**10,807**	10,058	11,127
Asia	**42,816**	39,070	35,486
	1,773,749	1,674,835	1,585,858

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Long lived assets *			
Middle East and North Africa	**187,031**	165,367	123,086
Europe	**20,975**	20,612	21,008
North America	**1,655**	1,790	1,914
Asia	**4,576**	5,217	3,831
	214,237	192,986	149,839

* Long lived assets comprise property, plant and equipment but exclude intangible assets.

Notes *(continued)*

16 Information about segments (continued)

Geographical segments (continued)

	30 June 2008 AED'000 Un-audited	31 December 2007 AED'000 Audited	30 June 2007 AED'000 Un-audited
Liabilities			
Middle East and North Africa	**258,774**	233,077	216,379
Europe	**108,219**	103,968	108,216
North America	**8,546**	8,051	7,888
Asia	**22,524**	19,118	16,691
	398,063	364,214	349,174

17 Seasonality of operations

The Group's business is seasonal in nature. Historically, the Group experiences a decrease in demand for its services in the post winter holiday and summer vacation seasons. The Group traditionally experiences its highest volumes towards the later half of the year. The seasonality of the Group's revenue may cause a variation in its quarterly operating results. However, local Middle East and Islamic holidays vary from year to year, as a result, the Group's seasonality may shift over time.