

Dubai Investments PJSC and its subsidiaries

Condensed consolidated interim financial
statements

31 March 2010

Dubai Investments PJSC and its subsidiaries

Condensed consolidated interim financial statements

31 March 2010

<i>Contents</i>	<i>Page</i>
Independent Auditors' Report on review of condensed consolidated interim financial information	1
Condensed consolidated income statement	2
Condensed consolidated statement of comprehensive income	3
Condensed consolidated statement of financial position	4
Condensed consolidated statement of cash flows	5
Condensed consolidated statement of changes in equity	6 - 7
Notes to the condensed consolidated interim financial information	8 - 15



P O Box 3800
Level 32, Emirates Towers
Sheikh Zayed Road
Dubai
United Arab Emirates

Telephone +971 (4) 403 0300
Fax +971 (4) 330 1515
Website www.ae-kpmg.com

Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Information

The Shareholders
Dubai Investments PJSC

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of Dubai Investments PJSC ("the Company") as of 31 March 2010, and the related condensed consolidated statement of comprehensive income (comprising a separate condensed consolidated income statement and a condensed consolidated statement of comprehensive income), condensed consolidated statement of cash flows and condensed consolidated statement of changes in equity and selected explanatory notes for the three month period then ended (the interim financial information). Management is responsible for the preparation and presentation of this interim financial information in accordance with IAS 34, *'Interim Financial Reporting'*. Our responsibility is to express a conclusion on this 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 the 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 financial information as at and for the three month period ended 31 March 2010 is not prepared, in all material respects, in accordance with IAS 34, *'Interim Financial Reporting'*.



Vijendranath Malhotra
Registration No. 48B
Dubai, United Arab Emirates
29 April 2010

Dubai Investments PJSC and its subsidiaries

Condensed consolidated income statement

for the three month period ended 31 March 2010 (unaudited)

	Note	Three month period ended 31 March	
		2010 AED 000	2009 AED 000
Sale of goods and services		317,347	282,200
Contract revenue		199,849	157,534
Sale of properties (including development properties)		26,331	79,380
Rental income		118,661	154,017
Gain on fair valuation of investment properties	11	167,959	150,000
Gain/(loss) on fair valuation of investments		16,223	(16,253)
Gain on sale of investments – (net)	7	625	22,224
Dividend income		12,089	2,354
Total income		859,084	831,456
Direct operating costs	8	(460,434)	(436,122)
Administrative and general expenses	9	(95,912)	(86,470)
Finance expenses		(33,093)	(45,104)
Finance income		11,465	20,123
Other income		8,108	7,046
Profit for the period		289,218	290,929
Profit attributable to:			
Owners of the Company		277,662	269,124
Non-controlling interest		11,556	21,805
Profit for the period		289,218	290,929
Earnings per share			
Basic earnings per share (AED)	17	0.08	0.08

The notes set out on pages 8 to 15 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of comprehensive income
for the three month period ended 31 March 2010 (unaudited)

	Three month period ended 31 March	
	2010	2009
	AED 000	AED 000
Profit for the period	289,218	290,929
Other comprehensive income:		
Net change in fair value of available for sale investments	(2,804)	5,763
Net change in fair value of available for sale investments transferred to income statement on disposal	(875)	-
Total other comprehensive income for the period	(3,679)	5,763
Total comprehensive income for the period	285,539	296,692
Attributable to:		
Owners of the Company	273,983	274,887
Non-controlling interest	11,556	21,805
Total comprehensive income for the period	285,539	296,692

The notes set out on pages 8 to 15 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

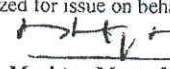
Condensed consolidated statement of financial position (unaudited)

		31 March 2010 AED 000 (Unaudited)	31 December 2009 AED 000 (Audited) Restated*	31 March 2009 AED 000 (Unaudited) Restated*
	Note			
Assets				
Non-current assets				
Property, plant and equipment and biological assets	10	2,695,049	2,676,198	2,514,266
Intangible assets including goodwill		212,523	213,752	195,861
Investment properties	11	3,042,327	2,860,359	1,898,743
Properties under development for sale	14	1,704,049	1,650,617	2,266,542
Development properties	12	263,985	272,563	374,312
Investments in associates		10,233	10,047	9,946
Long term rent receivable		135,541	159,520	180,290
Long term finance lease receivable		204,505	201,238	272,997
Other receivables		55,954	56,854	77,329
Trade receivables		215,294	213,925	-
Total non-current assets		8,539,460	8,315,073	7,790,286
Current assets				
Inventories	14	998,900	1,031,106	1,200,902
Investments at fair value through income statement	13	936,057	919,410	529,742
Available for sale investments	13	994,372	992,868	959,569
Trade receivables		1,115,192	1,040,234	1,034,543
Due from related parties and other receivables		855,690	899,483	686,281
Cash at bank and in hand	16	576,817	622,796	1,318,481
Total current assets		5,477,028	5,505,897	5,729,518
Total assets		14,016,488	13,820,970	13,519,804
Equity				
Share capital		3,570,395	3,570,395	3,245,814
Share premium		46	46	46
Legal reserve		457,509	457,509	415,344
Capital reserve		25,502	25,502	25,502
General reserve		687,695	687,695	557,138
Revaluation reserve		67,000	67,000	67,000
Fair value reserve		13,316	16,995	(15,909)
Proposed dividend		214,224	214,224	324,581
Proposed directors' fees	19	5,000	5,000	9,000
Retained earnings		3,165,642	2,887,980	2,901,160
Equity attributable to owners of the Company		8,206,329	7,932,346	7,529,676
Non-controlling interest		719,687	708,131	707,618
Total equity		8,926,016	8,640,477	8,237,294
Liabilities				
Non-current liabilities				
Long-term borrowings and payables	18	1,480,379	1,549,943	1,940,738
Total non-current liabilities		1,480,379	1,549,943	1,940,738
Current liabilities				
Bank borrowings	18	1,728,649	1,707,055	1,488,223
Due to related parties, trade and other payables		1,881,444	1,923,495	1,853,549
Total current liabilities		3,610,093	3,630,550	3,341,772
Total liabilities		5,090,472	5,180,493	5,282,510
Total equity and liabilities		14,016,488	13,820,970	13,519,804

* See change in accounting policies - note 3.

The condensed consolidated interim financial information was authorized for issue on behalf of the Board of Directors on 29 April 2010.


Khalid Jassim Kalban
MD & CEO


Mushtaq Masood
CFO

The notes set out on pages 8 to 15 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of cash flows

for the three month period ended 31 March 2010 (unaudited)

	Three month period ended 31 March	
	2010	2009
	AED 000	AED 000
Operating activities		
Profit for the period before non-controlling interest	289,218	290,929
<i>Adjustments for:</i>		
Depreciation	33,024	23,323
Amortization/impairment losses of intangible assets (net)	1,276	595
Gain on disposal/write-off of property, plant & equipment	(109)	-
Gain on disposal of a subsidiary	-	(22,435)
Gain on fair valuation of investment properties	(167,959)	(150,000)
(Gain)/loss on fair valuation of investments	(16,223)	16,253
	139,227	158,665
<i>Operating profit before changes in working capital</i>		
Net movement in investment at fair value through income statement and available for sale investments	(5,607)	116,342
Change in due from related parties, trade and other receivables	(10,922)	(66,514)
Change in inventories and properties under development for sale	(21,226)	16,427
Change in due to related parties, trade and other payables	(42,051)	(221,104)
	59,421	3,816
<i>Net cash from operating activities</i>		
Investing activities		
Net movement in investment and development properties	(5,431)	19,402
Net additions to intangibles assets	(47)	(114)
Net acquisitions of property, plant and equipment	(53,508)	(181,876)
Proceeds from disposal of property, plant and equipment	1,742	-
Proceeds from disposal of a subsidiary	-	26,479
Net movement in investment in associates	(186)	(186)
Net movement in deposits under lien	19,147	-
	(38,283)	(136,295)
<i>Net cash used in investing activities</i>		
Financing activities		
Net movement in long term bank borrowings and other payables	(88,390)	(83,302)
Net movement in non-controlling interest	-	(1,125)
	(88,390)	(84,427)
<i>Net cash used in financing activities</i>		
Net decrease in cash and cash equivalents	(67,252)	(216,906)
Cash and cash equivalents at the beginning of the period	(71,314)	604,588
Cash and cash equivalents at the end of the period	(138,566)	387,682
<i>Cash and cash equivalents comprise:</i>		
Current and call accounts with banks	138,116	367,881
Short term deposits with banks (excluding under lien)	421,630	915,560
Bank overdraft, trust receipt loans and bills discounted	(698,312)	(895,759)
	(138,566)	387,682

The notes set out on pages 8 to 15 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries
Condensed consolidated statement of changes in equity
for the three month period ended 31 March 2010 (unaudited)

	Equity attributable to owners of the Company											AED'000	
	Share capital	Share premium	Legal reserve	Capital reserve	General reserve	Revaluation reserve	Fair value reserve	Proposed dividend/ bonus	Proposed directors' fees	Retained earnings	Sub total	Non-controlling interest	Total
At 1 January 2009	3,245,814	46	415,344	25,502	557,138	67,000	(21,672)	324,581	9,000	2,632,036	7,254,789	690,153	7,944,942
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	-	269,124	269,124	21,805	290,929
Other comprehensive income													
Net change in fair value of available for sale investments	-	-	-	-	-	-	5,763	-	-	-	5,763	-	5,763
Total other comprehensive income	-	-	-	-	-	-	5,763	-	-	-	5,763	-	5,763
Total comprehensive income for the period	-	-	-	-	-	-	5,763	-	-	269,124	274,887	21,805	296,692
Transactions with owners, recorded directly in equity													
Contributions by and distributions to owners													
Capital introduced	-	-	-	-	-	-	-	-	-	-	-	1,080 (1,500)	1,080 (1,500)
Dividend paid by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-
Total contributions by and distribution to owners	-	-	-	-	-	-	-	-	-	-	-	(420)	(420)
Changes in ownership interests in subsidiaries													
Disposal of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(3,920)	(3,920)
Total change in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(3,920)	(3,920)
Total transactions with owners	-	-	-	-	-	-	-	-	-	-	-	(4,340)	(4,340)
At 31 March 2009	3,245,814	46	415,344	25,502	557,138	67,000	(15,909)	324,581	9,000	2,901,160	7,529,676	707,618	8,237,294

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of changes in equity

for the three month period ended 31 March 2010 (unaudited)

	Equity attributable to owners of the Company											AED '000	
	Share capital	Share premium	Legal reserve	Capital reserve	General reserve	Revaluation reserve	Fair value reserve	Proposed dividend/ bonus	Proposed directors' fees	Retained earnings	Sub total		Non-controlling interest
At 1 January 2010	3,570,395	46	457,509	25,502	687,695	67,000	16,995	214,224	5,000	2,887,980	7,932,346	708,131	8,640,477
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	-	277,662	277,662	11,556	289,218
Other comprehensive income													
Net change in fair value of available for sale investments	-	-	-	-	-	-	(2,804)	-	-	-	(2,804)	-	(2,804)
Net change in fair value of available for sale investments transferred to income statement on disposal	-	-	-	-	-	-	(875)	-	-	-	(875)	-	(875)
Total other comprehensive income													
	-	-	-	-	-	-	(3,679)	-	-	-	(3,679)	-	(3,679)
Total comprehensive income for the period										277,662	273,983	11,556	285,539
At 31 March 2010	3,570,395	46	457,509	25,502	687,695	67,000	13,316	214,224	5,000	3,165,642	8,206,329	719,687	8,926,016

No allocation of profit has been made to the statutory reserve for the three month period ended 31 March 2010 as it would be affected at the year end.

The notes set out on pages 8 to 15 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information for the three month period ended 31 March 2010 (unaudited)

1. Reporting entity

Dubai Investments PJSC ("the Company") was incorporated in the United Arab Emirates by Ministerial Resolution No. 46 of 1995, on 16th July 1995. The condensed consolidated interim financial information as at and for the three month period ended 31 March 2010 ("the current period") comprise the Company and its subsidiaries (collectively referred to as "the Group") and the Group's interest in associates and jointly controlled entities.

The Company's principal objective is to invest in companies and projects. The Company is able to invest in a wide range of business sectors as defined in its Articles of Association.

The registered address of the Company is P.O.Box 28171, Dubai, UAE.

2. Statement of compliance

The condensed consolidated interim financial information has been prepared in accordance with the International Accounting Standard ("IAS") 34, Interim Financial Reporting. The financial information does not include all of the information required for full annual consolidated financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2009.

3. Changes in accounting policies

Overview

Effective 1 January 2010, the Group has adopted following revision / amendments in International Financial Reporting Standards (IFRS's):

1. IFRS 3 *Business Combinations* Revised (2008)
2. IAS 27 *Consolidated and Separate Financial Statements* Revised (2008)
3. IAS 17 *Leases* (2009 Amendments)

Following changes to Group's accounting policies have been made on adoption of the revisions / amendments:

Accounting for business combinations

All business combinations occurring on or after 1 January 2010 are accounted for by applying the acquisition method.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgement is applied in determining the acquisition date and determining whether control is transferred from one party to another.

The Group measures goodwill as the fair value of the consideration transferred including the recognized amount of any non-controlling interest in the acquiree, less the net recognized amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date.

Consideration transferred includes the fair values of the assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group. Consideration transferred also includes the fair value of any contingent consideration.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information *(continued)*
for the three month period ended 31 March 2010 (unaudited)

3. Changes in accounting policies *(continued)*

Accounting for business combinations (continued)

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

The Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree.

Transaction costs that the Group incurs in connection with a business combination are expensed as incurred.

The change in accounting policy is applied prospectively and had no impact on earnings per share.

Accounting for acquisitions of non-controlling interests

Acquisitions of non-controlling interests are accounted for as transactions with equity holders in their capacity as equity holders and therefore no goodwill is recognized as a result of such transactions. Previously, goodwill was recognized arising on the acquisition of a non-controlling interest in a subsidiary; and that represented the excess of the cost of the additional investment over the carrying amount of the interest in the net assets acquired at the date of exchange.

The change in accounting policy is applied prospectively and had no impact on earnings per share.

Accounting for lease of land

The International Accounting Standards Board (IASB) amended IAS 17 and deleted the guidance stating that a lease of land with an indefinite economic life is normally classified as an operating lease. Under the amendments, a land with a lease term of several decades or longer may be classified as a finance lease, even if at the end of the lease term title will not pass to the lessee. In such arrangements the present value of the residual value of the leased property would be negligible and lessee would typically be in a position economically similar to that of an owner.

Based on the transitional requirements of the amended standard, the Group has reassessed the classification of unexpired leases of land as at 1 January 2010. Accordingly, a land leased for several decades, wherein, the present value of the residual value at the inception of the lease is estimated to be negligible has been retrospectively accounted for as a finance lease in accordance with IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*.

The change in accounting policy had no material impact on the consolidated income statement, consolidated statement of comprehensive income and earnings per share. However, the change in accounting policy had the following effect on the consolidated statement of financial position.

	31 March 2010 AED 000	31 December 2009 AED 000	31 March 2009 AED 000
Decrease in investment properties	(1,156,838)	(1,158,672)	(1,157,993)
Increase in long-term finance lease receivable	178,559	178,559	245,995
Increase in development properties	44,546	46,796	75,932
Decrease in long-term payables (unearned rent)	933,733	924,228	836,066
Decrease in trade and other payables	-	9,089	-
	=====	=====	=====

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the three month period ended 31 March 2010 (*unaudited*)

4. Significant accounting policies

The accounting policies applied in the preparation of the condensed consolidated interim financial information are consistent with those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2009 except for the changes in accounting policies as mentioned in note 3 above. Certain comparative amounts have been reclassified to conform to the current period's presentation.

5. Estimates

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

In the current environment obtaining reliable fair value has been one of the greatest challenges. The nature and reliability of information available to management to support the making of a fair value accounting estimate vary widely, and thereby affect the degree of estimation uncertainty associated with that fair value.

The significant judgements made by the management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied in preparation of the consolidated financial statements of the Group as at and for the year ended 31 December 2009. As mentioned in note 3, the Group has changed its accounting policy in respect of land lease classification effective 1 January 2010. The classification of lease requires management to exercise judgement.

6. Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2009.

7. Gain on sale of investments

For the period ended 31 March 2009, gain on sale of investments included an amount of AED 22.4 million representing profit on sale of entire 55% interest in a subsidiary, viz., Metrofile LLC.

8. Direct operating costs

	Three month period ended 31 March	
	2010	2009
	AED 000	AED 000
<i>These include:</i>		
Staff costs	50,748	40,272
Depreciation	23,770	15,150
	<u> </u>	<u> </u>

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the three month period ended 31 March 2010 (unaudited)

9. Administrative and general expenses

	Three month period ended 31 March	
	2010 AED 000	2009 AED 000
<i>These include:</i>		
Staff costs	47,499	46,767
Depreciation	9,254	8,173

10. Property, plant and equipment and biological assets

During the three month period ended 31 March 2010, the Group acquired assets amounting to AED 54 million (*three month period ended 31 March 2009: AED 182 million*). As at 31 March 2010, the Group outstanding commitments for purchase/construction of property, plant and equipment amounting to AED 1,270 million (*31 December 2009: AED 1,292 million*).

11. Investment properties

Investment properties mainly comprise infrastructure facilities which, are leased to third parties. These are built on the land (number 598-0100 and 596-0100 located in Jebel Ali Industrial Area) obtained from the Government of Dubai on a renewable, non-cancellable long-term lease of 99 years. The Group was exempted to pay the lease rentals for the first ten years and thereafter, starting 1 February 2009, 20% of the net realized profits from the project are payable.

The leased land from the Government of Dubai is developed in phases. The development of area 1 of Phase VII was completed in the current period. The development of remaining areas of Phase VII is in progress as of the current period end (refer note 12). During the current period, the Group obtained fair value of area 1 of Phase VII. The valuation was carried out by an independent registered valuer in accordance with the RICS Appraisal and Valuation Manual issued by the Royal Institute of Chartered Surveyors which also takes into consideration the cash outflows resulting from the estimated 20% share of the net realized profits due to the Government of Dubai starting February 2009.

The management has reviewed the value of remaining investment properties, which were independently valued at 31 December 2009. In the opinion of the management, the value of these investment properties at 31 March 2010 is not significantly different from the valuation carried out as at 31 December 2009 as these have been leased on long term basis and the cash flows are committed.

12. Development properties

Development properties as at 31 March 2010 mainly comprise costs incurred by a joint venture entity towards construction of Green Community West in Dubai Investment Park. It also includes cost incurred by another subsidiary for the development of remaining areas of Phase VII at Dubai Investment Park (refer note 11).

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the three month period ended 31 March 2010 (*unaudited*)

13. Investments

	31 March 2010 AED 000 (Unaudited)	31 December 2009 AED 000 (Audited)	31 March 2009 AED 000 (Unaudited)
Investments at fair value through income statement:			
- held for trading quoted equity securities	342,701	329,374	303,567
- designated as fair value through income statement	593,356	590,036	226,175
(i)	<u>936,057</u>	<u>919,410</u>	<u>529,742</u>
Investments designated as available for sale			
- quoted equity securities	123,381	131,303	95,450
- unquoted equity securities and funds	870,991	861,565	864,119
(ii)	<u>994,372</u>	<u>992,868</u>	<u>959,569</u>
	31 March 2010 AED 000 (Unaudited)	31 December 2009 AED 000 (Audited)	31 March 2009 AED 000 (Unaudited)
Geographical distribution of investments			
UAE	724,850	707,330	519,240
Other GCC countries	600,889	605,422	487,979
Other countries	604,690	599,526	482,092
(i) + (ii)	<u>1,930,429</u>	<u>1,912,278</u>	<u>1,489,311</u>

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the three month period ended 31 March 2010 (unaudited)

14. Inventories and properties under development for sale

Inventories at 31 March 2010 includes properties held for sale amounting to AED 279 million (31 December 2009: AED 241 million) and properties under development for sale amounting to AED 2,096 million (31 December 2009: AED 2,083 million) in the ordinary course of business.

Properties under development for sale represent costs of land and expenditure incurred towards the development of properties for subsequent sale. The Group intends to develop these properties for sale and has classified certain properties as long term based on completion/future development plans.

Properties held for sale represents ready to sell properties which will be sold in the existing state and mainly comprise warehouses and plots of land. During the previous year, based on change of use, the Group had reclassified certain labour camps with a carrying value of AED 391.9 million from inventories to investment properties, at a fair valuation of AED 394 million.

The management has reviewed the value of inventories and properties under development for sale to assess the write down required, if any, to bring them to the net realizable value. The net realizable value estimates are subjective in nature and involve uncertainties and matters of significant judgement and therefore, cannot be determined with precision. Where discounted cash flows have been used to estimate net realizable values, the cash flows have been estimated by the management based on the latest information available (also refer note 5).

15. Related party transactions

Significant related party transactions were as follows:

	Three month period ended 31 March	
	2010 AED 000	2009 AED 000
- Construction of Head Office building	10,512	7,319
Compensation to key management personnel including Directors are as follows:		
- Short term benefits	3,392	2,957
- Provision towards employees' terminal benefits	29	29

16. Cash at bank and in hand

	31 March 2010 AED 000 (Unaudited)	31 December 2009 AED 000 (Audited)	31 March 2009 AED 000 (Unaudited)
Cash in hand	1,745	3,252	1,781
Cash at bank within UAE (current accounts)	125,667	131,499	351,730
Cash at bank outside UAE – GCC Countries (current accounts)	10,704	7,525	14,370
Short term deposits (including deposits of AED 17.07 million (2009: 36.52 million) under lien with a bank)	438,701	480,520	950,600
	576,817	622,796	1,318,481

There were no short term deposits outside UAE as at 31 March 2010 (31 December 2009: AED Nil).

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the three month period ended 31 March 2010 (unaudited)

17. Basic earnings per share

	Three month period ended 31 March	
	2010	2009
Net profit attributable to owners of the Company (AED'000)	277,662	269,124
Weighted average number of shares outstanding ('000s)	<u>3,570,395</u>	<u>3,570,395</u>

18. Bank borrowings

The terms of the bank borrowings vary from three to ten years and are secured by a combination of corporate guarantees and mortgages over certain inventories, trade receivables, property, plant and equipment and investment properties and assignment of insurance policies over assets of the Group. Where there is a corporate guarantee, the Company's liability is mostly restricted to its percentage of equity interest in the borrowing entity (refer note 20).

19. Proposed dividend

At the Annual General Meeting (AGM) held on 20 April 2010, the shareholders approved 6% cash dividend which was proposed by the Board of Directors.

20. Contingent liabilities

The Company has issued corporate guarantee for loans and advances to related and third parties by commercial banks. Guarantees outstanding at 31 March 2010 amount to AED 2,617 million (31 December 2009: AED 2,715 million).

21. Capital commitments

As at 31 March 2010, the Group has contractual capital commitments amounting to AED 1,270 million (31 December 2009: AED 1,292 million) mainly relating to new projects/investments.

22. Segment reporting

The Group has broadly four reportable segments as discussed below, which are the Group's strategic business units. The strategic business units operate in different sectors and are managed separately because they required different strategies. The following summary describes the operation in each of the Group's reportable segments:

Manufacturing and contracting : manufacture and sale of materials used in building construction projects, executing construction contracts, production, pharmaceuticals, aluminum extruded products and laboratory furniture,.

FMCG : production and distribution of dairy products.

Investments : strategic minority investments in startup ventures and IPO's, bonds, funds and shares held for trading purposes.

Property : the development of real estate projects for rentals and sale of developed property units.

Information regarding the operations of each separate segment is included below. Performance is measured based on segment profit as management believes that profit is the most relevant factor in evaluating the results of certain segments relative to other entities that operate within these industries. There are few transactions between the segments and any such transaction is priced on arm's length basis.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information *(continued)*
for the three month period ended 31 March 2010 *(unaudited)*

22. Segment reporting *(continued)*

Operating segments

Information about reportable segments

	Manufacturing and contracting		FMCG		Investments		Property		Elimination of inter segment transactions		AED'000	
	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009	2010	2009
Business Segments												
Revenues (including sale of properties)	489,956	430,711	22,038	24,504	330,866	188,022	160,124	247,063	(311,859)	(208,844)	691,125	681,456
Finance income and other income	2,857	3,995	390	524	20,799	19,624	7,795	7,382	(12,268)	(4,356)	19,573	27,169
Finance expenses	25,697	18,484	874	430	3,888	8,661	19,616	21,885	(16,982)	(4,356)	33,093	45,104
Gain on fair valuation of investment properties	-	-	-	-	-	-	167,959	150,000	-	-	167,959	150,000
Reportable segment profit	10,281	30,488	1,546	938	337,627	200,277	235,885	258,654	(296,121)	(199,428)	289,218	290,929
Reportable segment assets	4,145,185	4,190,348	125,902	130,127	6,132,545	5,479,208	7,260,617	6,656,409	(3,647,761)	(2,936,288)	14,016,488	13,519,804
Reportable segment liabilities	3,463,572	2,753,137	88,074	94,994	732,992	580,506	2,846,640	2,808,367	(2,040,806)	(984,494)	5,090,472	5,252,510

The Group's revenue is mainly earned from transaction carried out in UAE and other GCC countries.