

Dubai Investments PJSC and its subsidiaries

Condensed consolidated interim
financial information

30 June 2012

Dubai Investments PJSC and its subsidiaries

Condensed consolidated interim financial information

30 June 2012

<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 - 14



KPMG Lower Gulf Limited
P O Box 341145
Level 12, IT Plaza Building
Dubai Silicon Oasis
Dubai
United Arab Emirates

Telephone +971 (4) 356 9500
Main Fax +971 (4) 326 3788
Audit Fax +971 (4) 326 3773
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") and its subsidiaries (collectively referred to as the "Group") as at 30 June 2012, the condensed consolidated income statement and condensed consolidated statements of comprehensive income, cash flows and changes in equity for the six month period then ended ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this 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 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 condensed consolidated interim financial information as at 30 June 2012 is not prepared, in all material respects, in accordance with IAS 34 'Interim Financial Reporting'.

05 AUG 2012

Vijendranath Malhotra
Registration No. 48B
Dubai, United Arab Emirates
Date:

Dubai Investments PJSC and its subsidiaries

Condensed consolidated income statement for the six month period ended 30 June (unaudited)

		Three month period ended 30 June		Six month period ended 30 June	
	Note	2012 AED 000	2011 AED 000	2012 AED 000	2011 AED 000
Sale of goods and services	7	351,673	332,744	725,814	656,568
Contract revenue		86,086	146,391	190,495	291,052
Sale of properties (including development properties)		37,308	22,508	37,308	45,023
Rental income		123,993	113,779	237,464	227,004
Gain on fair valuation of investment properties	12	28,303	113,123	28,303	146,340
(Loss)/gain on fair valuation of investments		(14,914)	(2,638)	3,596	(8,037)
Gain on sale of investments – (net)		10,719	21	17,247	266
Dividend income		7,109	2,862	14,956	13,233
Total income		630,277	728,790	1,255,183	1,371,449
Direct operating costs	8	(443,840)	(448,705)	(825,078)	(882,496)
Administrative and general expenses	9	(116,423)	(129,223)	(227,675)	(229,991)
Finance expenses		(38,451)	(37,646)	(85,466)	(61,613)
Finance income		1,858	4,428	3,551	9,428
Other income	10	12,506	17,528	25,393	28,893
Profit for the period		45,927	135,172	145,908	235,670
Profit attributable to:					
Owners of the Company		63,380	138,263	170,861	239,357
Non-controlling interests		(17,453)	(3,091)	(24,953)	(3,687)
Profit for the period		45,927	135,172	145,908	235,670
Earnings per share					
Basic earnings per share (AED)	19	0.02	0.04	0.05	0.07

The notes set out on pages 8 to 14 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of comprehensive income for the six month period ended 30 June (unaudited)

	Three month period ended 30 June		Six month period ended 30 June	
	2012	2011	2012	2011
	AED 000	AED 000	AED 000	AED 000
Profit for the period	45,927	135,172	145,908	235,670
Other comprehensive income:				
Net change in fair value of investments at fair value through other comprehensive income (OCI)	(6,322)	(8,207)	(6,322)	(8,207)
Total other comprehensive income for the period	(6,322)	(8,207)	(6,322)	(8,207)
Total comprehensive income for the period	39,605	126,965	139,586	227,463
	=====	=====	=====	=====
Attributable to:				
Owners of the Company	57,058	130,056	164,539	231,150
Non-controlling interests	(17,453)	(3,091)	(24,953)	(3,687)
Total comprehensive income for the period	39,605	126,965	139,586	227,463
	=====	=====	=====	=====

The notes set out on pages 8 to 14 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of financial position (unaudited)

		30 June 2012 AED 000 (Unaudited)	31 December 2011 AED 000 (Audited)	30 June 2011 AED 000 (Unaudited)
	Note			
Assets				
Non-current assets				
Property, plant and equipment and biological assets	11	2,790,161	2,769,017	2,743,482
Goodwill and intangible assets		207,109	217,436	212,185
Investment properties	12	4,012,740	3,977,154	3,863,269
Development properties	13	130,527	80,670	102,357
Investments at fair value through other comprehensive income	14	485,764	492,086	515,871
Investments in an associate		2,576	2,576	2,576
Long term rent receivable		28,320	94,926	50,689
Long term finance lease receivable		14,638	15,834	26,889
Inventories	15	1,268,520	1,287,894	1,592,494
Trade receivables		222,486	226,146	206,522
Other receivables		43,278	45,640	66,632
Total non-current assets		9,206,119	9,209,379	9,382,966
Current assets				
Inventories	15	1,070,071	1,088,161	1,119,923
Investments at fair value through profit or loss	14	739,539	796,686	1,141,181
Trade receivables		1,435,691	1,342,208	1,407,746
Other receivables		767,526	772,609	873,096
Cash at bank and in hand	18	340,962	287,280	395,450
Total current assets		4,353,789	4,286,944	4,937,396
Total assets		13,559,908	13,496,323	14,320,362
Equity				
Share capital		3,570,395	3,570,395	3,570,395
Share premium		46	46	46
Legal reserve		513,039	513,039	492,700
Capital reserve		25,502	25,502	25,502
General reserve		830,903	830,903	810,564
Revaluation reserve		67,000	67,000	67,000
Fair value reserve		(63,107)	(56,785)	(33,000)
Proposed dividend	21	-	178,520	-
Proposed directors' fees	21	-	2,500	-
Retained earnings		3,434,229	3,288,783	3,529,650
Equity attributable to owners of the Company		8,378,007	8,419,903	8,462,857
Non-controlling interests	17	582,325	637,766	721,545
Total equity		8,960,332	9,057,669	9,184,402
Liabilities				
Non-current liabilities				
Long-term borrowings and payables	20	879,308	858,037	1,726,971
Total non-current liabilities		879,308	858,037	1,726,971
Current liabilities				
Bank borrowings	20	2,112,616	2,074,104	1,613,229
Trade and other payables		1,607,652	1,506,513	1,795,760
Total current liabilities		3,720,268	3,580,617	3,408,989
Total liabilities		4,599,576	4,438,654	5,135,960
Total equity and liabilities		13,559,908	13,496,323	14,320,362

The condensed consolidated interim financial information were authorized for issue on behalf of the Board of Directors on


Khalid Jassim Kalban
MD & CEO


Mushtaq Masood
CFO

05 AUG 2012

The notes set out on pages 8 to 14 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of cash flows

for the six month period ended 30 June (unaudited)

	Six month period ended 30 June	
	2012	2011
	AED	AED
Cash flow from operating activities		
Profit for the period	145,908	235,670
<i>Adjustments for:</i>		
Depreciation	82,265	74,481
Amortisation/impairment losses of intangible assets	10,508	2,723
Gain on disposal of property, plant & equipment	(1,227)	(239)
Gain on sale of investments – (net)	(17,247)	(266)
Gain on fair valuation of investment properties	(28,303)	(146,340)
(Gain)/loss on fair valuation of investments	(3,596)	8,037
	-----	-----
Operating profit before changes in working capital	188,308	174,066
<i>Changes in:</i>		
- investment at fair value through profit or loss and at fair value through OCI	77,990	85,503
- trade and other receivables	(65,184)	(47,592)
- inventories	37,464	(27,479)
- trade and other payables	101,139	(20,102)
Directors' fee paid	-	(5,000)
	-----	-----
Net cash from operating activities	339,717	159,396
	-----	-----
Cash flow from investing activities		
Net movement in investment and development properties	(57,140)	(72,859)
Acquisition of property, plant and equipment	(136,409)	(82,763)
Proceeds from disposal of property, plant and equipment	34,230	6,750
Net additions to intangible assets	(181)	(420)
Net movement in deposits under lien	(11,796)	(10,038)
	-----	-----
Net cash used in investing activities	(171,296)	(159,330)
	-----	-----
Cash flow from financing activities		
Net movement in long term borrowings and other payables	88,899	222,908
Net movement in non-controlling interests	(7,795)	(11,260)
Dividend paid	(178,520)	(214,224)
	-----	-----
Net cash used in financing activities	(97,416)	(2,576)
	-----	-----
Net increase/(decrease) in cash and cash equivalents	71,005	(2,510)
Cash and cash equivalents at 1 January	(348,657)	(210,757)
Cash and cash equivalents at 30 June	(277,652)	(213,267)
	-----	-----
<i>Cash and cash equivalents comprise following:</i>		
Cash in hand, current and call account with banks	189,844	184,605
Short term deposits with banks (excluding those under lien)	86,800	169,271
Bank overdraft, trust receipt loans and bills discounted	(554,296)	(567,143)
	-----	-----
	(277,652)	(213,267)
	=====	=====

The notes set out on pages 8 to 14 form part of the condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of changes in equity

for the six month period ended 30 June (unaudited)

	-----Equity attributable to owners of the Company-----												AED'000
	Share capital	Share premium	Legal reserve	Capital reserve	General reserve	Reval- uation reserve	Fair value reserve	Proposed dividend	Proposed directors' fees	Retained earnings	Sub total	Non- controlling interests	Total
Balance at 1 January 2011	3,570,395	46	492,700	25,502	810,564	67,000	(45,000)	214,224	5,000	3,310,500	8,450,931	736,492	9,187,423
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	-	239,357	239,357	(3,687)	235,670
Other comprehensive income													
Net change in fair value of investments at fair value through OCI	-	-	-	-	-	-	(8,207)	-	-	-	(8,207)	-	(8,207)
Impairment on investments at fair value through OCI transferred to retained earnings	-	-	-	-	-	-	20,207	-	-	(20,207)	-	-	-
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Total other comprehensive income	-	-	-	-	-	-	12,000	-	-	(20,207)	(8,207)	-	(8,207)
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Total comprehensive income for the period	-	-	-	-	-	-	12,000	-	-	219,150	231,150	(3,687)	227,463
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Transactions with owners, recorded directly in equity													
Contributions by and distributions to owners													
Dividend paid	-	-	-	-	-	-	-	(214,224)	-	-	(214,224)	-	(214,224)
Dividend paid by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(11,260)	(11,260)
Directors' fees paid	-	-	-	-	-	-	-	-	(5,000)	-	(5,000)	-	(5,000)
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Total contributions by and distribution to owners	-	-	-	-	-	-	-	(214,224)	(5,000)	-	(219,224)	(11,260)	(230,484)
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Total transactions with owners	-	-	-	-	-	-	-	(214,224)	(5,000)	-	(219,224)	(11,260)	(230,484)
	-----	----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----	-----
Balance at 30 June 2011	3,570,395	46	492,700	25,502	810,564	67,000	(33,000)	-	-	3,529,650	8,462,857	721,545	9,184,402
	=====	==	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====	=====

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of changes in equity

for the six month period ended 30 June (unaudited)

	-----Equity attributable to owners of the Company-----												AED'000
	Share capital	Share premium	Legal reserve	Capital reserve	General reserve	Reval- uation reserve	Fair value reserve	Proposed dividend	Proposed directors' fees	Retained Earnings	Sub total	Non- controlling interests	Total
Balance at 1 January 2012	3,570,395	46	513,039	25,502	830,903	67,000	(56,785)	178,520	2,500	3,288,783	8,419,903	637,766	9,057,669
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	-	170,861	170,861	(24,953)	145,908
Other comprehensive income													
Net change in fair value of investments at fair value through OCI	-	-	-	-	-	-	(6,322)	-	-	-	(6,322)	-	(6,322)
Total other comprehensive income	-	-	-	-	-	-	(6,322)	-	-	-	(6,322)	-	(6,322)
Total comprehensive income for the period	-	-	-	-	-	-	(6,322)	-	-	170,861	164,539	(24,953)	139,586
Transactions with owners, recorded directly in equity													
Contributions by and distributions to owners													
Dividend paid	-	-	-	-	-	-	-	(178,520)	-	-	(178,520)	(7,795)	(186,315)
Reversal of proposed directors' fees (refer note 21)	-	-	-	-	-	-	-	-	(2,500)	2,500	-	-	-
Total contributions by and distribution to owners	-	-	-	-	-	-	-	(178,520)	(2,500)	2,500	(178,520)	(7,795)	(186,315)
Changes in ownership interests in subsidiaries													
On acquisition of non-controlling interests without a change in control (refer note 17)	-	-	-	-	-	-	-	-	-	(27,915)	(27,915)	(22,693)	(50,608)
Total change in ownership interest in subsidiaries	-	-	-	-	-	-	-	-	-	(27,915)	(27,915)	(22,693)	(50,608)
Total transactions with owners								(178,520)	(2,500)	(25,415)	(206,435)	(30,488)	(236,923)
Balance at 30 June 2012	3,570,395	46	513,039	25,502	830,903	67,000	(63,107)	-	-	3,434,229	8,378,007	582,325	8,960,332

No allocation of profit has been made to the statutory reserve for the six month period ended 30 June 2012 as it would be affected at the year end.

The notes set out on pages 8 to 14 form part of these condensed consolidated interim financial information.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information for the six month period ended 30 June 2012 (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. This condensed consolidated interim financial information as at and for the six month period ended 30 June 2012 (“the current period”) comprises the financial information of the Company and its subsidiaries (collectively referred to as “the Group”) and the Group’s interest in associates and jointly controlled entities.

The Group is primarily involved in development of real estate for sale and leasing, contracting activities, manufacturing and trading of products in various sectors and investing in bonds, funds and equity securities.

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 condensed consolidated interim 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 2011.

3. New standard and interpretation not yet effective

A number of new standards, amendments to standards and interpretations are not yet effective and therefore have not been applied in preparing this interim condensed consolidated financial information. None of these are expected to have a significant effect on the consolidated financial statements of the Group, except for the following:

IFRS 11 Joint Arrangements: IFRS 11 supersedes IAS 31 *Interests in Joint Ventures* and is effective for annual periods beginning on or after 1 January 2013. IFRS 11 establishes principles for financial reporting by entities that have an interest in arrangements that are controlled jointly (i.e. joint arrangements) and describes joint arrangement as either a joint operation or joint venture entity. For joint venture entities, IFRS 11 requires to account for that investment using the equity method. Currently, the Group accounts for its investments in joint ventures using proportionate consolidation method. The application of new standard will affect individual line items of the consolidated statement of financial position, consolidated income statement, consolidated statements of other comprehensive income, cash flows and changes in equity; however, it will not have any impact on the profit and equity attributable to owners of the Company.

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 2011.

Financial assets and liabilities

The accounting policies, classifications and measurement principles for financial assets and liabilities applied by the Group in these condensed consolidated interim financial information are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2011. These are disclosed in detail under notes 2 and 3 in the Group’s consolidated financial statements as at and for the year ended 31 December 2011.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the six month period ended 30 June 2012 (unaudited)

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 2011.

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 2011.

7. Sale of goods and services

During the current period, a joint venture entity of the Group signed a Memorandum of Understanding (MOU) with a customer. Under the MOU, the customer agreed to honor the commitment for the services requested but not fully utilized in the earlier years. Accordingly, revenue amounting to AED 54 million (Group's share) has been recognized in the current period.

8. Direct operating costs

	Three month period ended 30 June		Six month period ended 30 June	
	2012	2011	2012	2011
	AED 000	AED 000	AED 000	AED 000
<i>These include:</i>				
Staff costs	50,285	52,311	95,533	99,166
Depreciation	29,572	29,011	63,303	56,520
	=====	=====	=====	=====

9. Administrative and general expenses

	Three month period ended 30 June		Six month period ended 30 June	
	2012	2011	2012	2011
	AED 000	AED 000	AED 000	AED 000
<i>These include:</i>				
Staff costs	50,896	57,932	102,746	112,195
Depreciation	8,294	8,208	18,962	17,961
	=====	=====	=====	=====

10. Other income

Other income mainly includes service fee, lease transfer charges and sale of scrap by various subsidiaries of the Group.

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the six month period ended 30 June 2012 (unaudited)

11. Property, plant and equipment and biological assets

During the six month period ended 30 June 2012, the Group acquired assets amounting to AED 136.41 million (*six month period ended 30 June 2011: AED 82.76 million*).

12. Investment properties

These mainly include 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 warehouse project 2 in Phase VIII is in progress as of the current period end (refer note 13). As at 31 December 2011, the Group had obtained valuation of the development by an independent registered valuer who carried out the valuation in accordance with the Valuation Standards of 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.

During the period, the fair valuation of all completed phases was reviewed by management and a gain of AED 30 million was recognized mainly due to increase in net cash flows.

13. Development properties

Development properties as at 30 June 2012 mainly comprise costs incurred by a subsidiary for the development of warehouse project 2 in Phase VIII at Dubai Investment Park (refer note 12). It also includes cost incurred by a joint venture entity towards construction of Green Community West project in Dubai Investment Park.

14. Investments

	30 June 2012 AED 000 (Unaudited)	31 December 2011 AED 000 (Audited)	30 June 2011 AED 000 (Unaudited)
Investments at fair value through profit or loss:			
- held for trading quoted equity securities	310,437	348,731	373,234
- unquoted equity securities and funds	429,102	447,955	767,947
	-----	-----	-----
(i)	739,539	796,686	1,141,181
	=====	=====	=====
Investments at fair value through other comprehensive income:			
- unquoted equity securities	485,764	492,086	515,871
	-----	-----	-----
(ii)	485,764	492,086	515,871
	=====	=====	=====

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information *(continued)*
for the six month period ended 30 June 2012 (unaudited)

14. Investments *(continued)*

	30 June 2012 AED 000 (Unaudited)	31 December 2011 AED 000 (Audited)	30 June 2011 AED 000 (Unaudited)
Geographical distribution of investments			
UAE	489,418	521,366	881,065
Other GCC countries	295,793	330,768	328,698
Other countries	440,092	436,638	447,289
	-----	-----	-----
(i) + (ii)	1,225,303	1,288,772	1,657,052
	=====	=====	=====

15. Inventories

Inventories at 30 June 2012 include properties under development for sale in the ordinary course of business amounting to AED 2,067 million (31 December 2011: AED 2,079 million) and 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.

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).

16. Related party transactions

Significant related party transactions were as follows:

	Three month period ended 30 June 2012 AED 000		Six month period ended 30 June 2012 AED 000	
	2011		2011	
	AED 000	AED 000	AED 000	AED 000
- Construction of Head office building	-	2,649	-	18,792
	=====	=====	=====	=====
Compensation to key management personnel including Directors are as follows:				
- Short term benefits	4,063	4,001	6,827	7,990
- Post employee benefits	26	26	52	52
	===	===	===	===

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information *(continued)*
for the six month period ended 30 June 2012 (unaudited)

17. Acquisition of non-controlling interests

In June 2012, the Company acquired an additional 5% interest in Masharie LLC increasing its ownership from 60% to 65%. On acquisition, the Group recognized a decrease in non-controlling interests of AED 22.7 million and a decrease in retained earnings of AED 27.9 million.

18. Cash at bank and in hand

	30 June 2012 AED 000 (Unaudited)	31 December 2011 AED 000 (Audited)	30 June 2011 AED 000 (Unaudited)
Cash in hand	1,818	1,235	1,916
Cash at bank within UAE (current accounts)	184,553	91,436	165,362
Cash at bank outside UAE – GCC Countries (current accounts)	3,473	3,842	17,327
Short term deposits (including deposits of AED 64.31 million (31 December 2011: 52.52 million) under lien with a bank)	151,118	190,767	210,845
	340,962	287,280	395,450
	=====	=====	=====

There were no short term deposits outside UAE as at 30 June 2012 (31 December 2011: AED Nil).

19. Basic earnings per share

	Three months period ended 30 June		Six months period ended 30 June	
	2012	2011	2012	2011
Net profit attributable to owners of the Company (AED'000)	63,380	138,263	170,861	239,357
Weighted average number of shares outstanding ('000s)	3,570,395	3,570,395	3,570,395	3,570,395
	=====	=====	=====	=====

20. 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, investment at fair value through profit or loss, investment properties and assignment of insurance policies over certain assets of the Group. Where there is a corporate guarantee provided by the Company, the Company's liability is generally restricted to its percentage of equity interest in the borrowing entity (refer note 22).

Dubai Investments PJSC and its subsidiaries

Notes to the condensed consolidated interim financial information (*continued*)
for the six month period ended 30 June 2012 (unaudited)

21. Proposed dividend and directors' fees

- (i) At the Annual General Meeting (AGM) held on 23rd April 2012, the shareholders approved 5% cash dividend (AED 0.05 per share) which was proposed by the Board of Directors.
- (ii) During the current period, the Board of Directors resolved to reverse the proposed Directors' fees amounting to AED 2.5 million for the year ended 31st December 2011.

22. Contingent liabilities

The Company has issued corporate guarantees to commercial banks for loans and advances granted to subsidiaries and joint ventures. The borrowings against which these corporate guarantees have been issued are included in the consolidated statement of financial position.

23. Capital commitments

As at 30 June 2012, the Group has contractual capital commitments amounting to AED 750 million (31 December 2011: AED 819 million) mainly relating to new projects/investments.

24. 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:

<i>Manufacturing and contracting</i>	: manufacture and sale of materials used in building construction projects, executing construction contracts, production, pharmaceuticals, aluminum extruded products and laboratory furniture.
<i>FMCG</i>	: production and distribution of dairy products.
<i>Investments</i>	: strategic minority investments in startup ventures and IPO's, bonds, funds and shares held for trading purposes.
<i>Property</i>	: the development of real estate projects for rentals and sale of real estate properties.

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 six month period ended 30 June 2012 *(unaudited)*

24. Segment reporting *(continued)*

Operating segments

Information about reportable segments

	Manufacturing and contacting		FMCG		Investments		Property		Elimination of inter segment transactions		AED'000 Total	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Business Segments												
Revenue (including sale of properties)	850,860	876,742	56,105	49,500	266,982	155,732	281,983	295,566	(229,050)	(152,431)	1,226,880	1,225,109
Finance income and other income	9,506	17,223	1,831	2,161	39,943	42,437	14,228	10,118	(36,564)	(33,618)	28,944	38,321
Finance expenses	(59,527)	(57,633)	(578)	(499)	(6,046)	13,306	(52,878)	(50,405)	33,563	33,618	(85,466)	(61,613)
Gain on fair valuation of investment properties	-	-	-	-	-	-	28,303	146,340	-	-	28,303	146,340
Reportable segment profit	(44,992)	(51,799)	1,384	88	290,989	198,730	130,468	240,291	(231,941)	(151,640)	145,908	235,670
Reportable segment assets	3,930,707	4,087,093	74,904	80,953	5,749,465	5,770,871	7,686,748	7,840,921	(3,881,916)	(3,459,476)	13,559,908	14,320,362
Reportable segment liabilities	2,944,643	2,893,460	34,588	40,324	500,048	748,653	2,708,798	2,719,682	(1,588,501)	(1,266,159)	4,599,576	5,135,960

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