

**NATIONAL CEMENT COMPANY
(PUBLIC SHAREHOLDING CO.)
DUBAI**

Interim Condensed Financial Statements

Period Ended September 30, 2011



National Cement Company (Public Shareholding Co.), Dubai

Interim condensed financial statements for the period ended September 30, 2011

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Review report of the independent auditors to the shareholders of National Cement Company (Public Shareholding Co.), Dubai

We have reviewed the accompanying interim condensed statement of financial position of National Cement Company (Public Shareholding Co.) ("the Company") as of September 30, 2011, and the related interim condensed statements of comprehensive income, changes in equity and cash flows for the nine months period then ended ("the interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 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 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, no matter has come to our attention that causes us to believe that the accompanying interim financial information as of September 30, 2011 is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.



BDO CHARTERED ACCOUNTANTS & ADVISORS

Dubai

Yunus Saiffee

Reg. No. 418

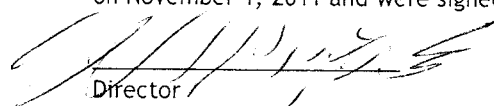
November 1, 2011

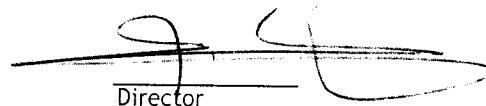
National Cement Company (Public Shareholding Co.), Dubai

Interim condensed statement of financial position at September 30, 2011

		Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
	Note			
Non current assets				
Property, plant and equipment	4	183,874	193,002	183,012
Investment properties	5	2,924	2,924	2,925
Investment in marketable securities	6	1,254,081	1,402,141	1,395,165
Investment in an associate	7	73,974	73,974	70,330
Total non current assets		1,514,853	1,672,041	1,651,432
Current assets				
Investment in marketable securities	6	935	1,481	1,626
Inventories	8	54,727	83,934	90,570
Trade and other receivables	9	149,068	104,528	135,001
Due from related parties	10	154,863	49,281	100,644
Bank balances and cash	11	23,887	11,409	4,349
Total current assets		383,480	250,633	332,190
Current liabilities				
Trade and other payables	12	42,898	101,725	102,625
Due to related parties	10	3,642	2,410	4,456
Bank loans and overdraft	13	118,888	22,030	62,525
Total current liabilities		165,428	126,165	169,606
Net current assets		218,052	124,468	162,584
Non current liabilities				
Provision for employees' end of service gratuities		(26,091)	(26,822)	(27,145)
Net assets		1,706,814	1,769,687	1,786,871
Equity				
Share capital	14	358,800	358,800	358,800
Share application money payable		26	26	26
Development and investment reserve	15	300,000	300,000	300,000
Fair value reserve	16	557,930	603,705	605,170
General reserve	17	69,000	69,000	69,000
Statutory reserve	18	126,919	126,919	120,577
Retained earnings		294,139	311,237	333,298
Total equity		1,706,814	1,769,687	1,786,871

These interim condensed financial statements were approved and authorised for issue by the Board of Directors on November 1, 2011 and were signed on their behalf by:


Director


Director

National Cement Company (Public Shareholding Co.), Dubai

Interim condensed statement of comprehensive income for the period ended September 30, 2011

	Note	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Revenue		36,390	49,794	141,530	191,085
Cost of sales	20	(37,515)	(46,415)	(152,441)	(174,905)
Gross(loss)/profit		(1,125)	3,379	(10,911)	16,180
Other income	21	3,074	3,702	9,772	13,931
		1,949	7,081	(1,139)	30,111
Administration, selling and general expenses	22	(5,989)	(6,767)	(23,752)	(24,016)
Profit before financial income and expense		(4,040)	314	(24,891)	6,095
Financial income/(expense) net	23	20,096	27,607	79,553	75,788
Net profit for the period		16,056	27,921	54,662	81,883
Net movement in available for sale of investments		(40,431)	-	(57,355)	(4,490)
Total comprehensive (loss)/ income for the period		(24,375)	27,921	(2,693)	77,393
Basic and diluted earnings per share (AED)	24	0.04	0.08	0.15	0.22

National Cement Company (Public Shareholding Co.), Dubai

Interim condensed statement of changes in equity for the period ended September 30, 2011

	Share capital AED'000	Share application money payable AED'000	Development & investment reserve AED'000	Fair value reserve AED'000	General reserve AED'000	Statutory reserve AED'000	Retained earnings AED'000	Dividend AED'000	Total equity AED'000
Balance at January 1, 2010	358,800	26	300,000	570,726	69,000	120,577	417,365	-	1,836,494
Total comprehensive income for the period	-	-	-	29,954	-	-	77,393	-	107,347
Transfer of unrealized gain on sale of investments to income statement	-	-	-	4,490	-	-	-	-	4,490
Dividend	-	-	-	-	-	-	(161,460)	161,460	-
Dividend paid during the period	-	-	-	-	-	-	-	(161,460)	(161,460)
Balance at September 30, 2010	358,800	26	300,000	605,170	69,000	120,577	333,298	-	1,786,871
Balance at January 1, 2011	358,800	26	300,000	603,705	69,000	126,919	311,237	-	1,769,687
Total comprehensive income for the period	-	-	-	(57,355)	-	-	54,662	-	(2,693)
Transfer of unrealized loss on sale of investments to income statement	-	-	-	11,580	-	-	-	-	11,580
Dividend	-	-	-	-	-	-	(71,760)	71,760	-
Dividend paid during the period	-	-	-	-	-	-	-	(71,760)	(71,760)
Balance at September 30, 2011	358,800	26	300,000	557,930	69,000	126,919	294,139	-	1,706,814

National Cement Company (Public Shareholding Co.), Dubai

Interim condensed statement of cash flow for the period ended September 30, 2011

		Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Cash flows from operating activities	Note		
Net profit for the period		54,662	77,393
Adjustments for:			
Depreciation	4	10,662	11,010
Gain on disposal of property, plant and equipment	4	(150)	(1,660)
Provision for employees' end of service gratuities		940	1,204
Financial income and expense (net)	23	(42,164)	(50,993)
Operating profit before working capital changes		23,950	36,954
Change in inventories	8	29,207	(22,393)
Change in trade and other receivables	9	(44,539)	(10,626)
Change in due from related parties	10	(105,581)	(25,368)
Change in trade and other payables	12	(58,803)	(55,235)
Change in due to related parties	10	1,232	(2,642)
Payment of end of service benefits		(1,671)	(2,013)
Net cash used in operating activities		(156,205)	(81,323)
Cash flows from investing activities			
Purchase of property, plant and equipment	4	(1,560)	(5,077)
Investment in marketable securities	6	(254,959)	(223,621)
Proceeds from disposal of property, plant and equipment	4	150	2,808
Proceeds from disposal of investment in marketable securities		351,798	271,633
Increase in investment in associate		-	(21,670)
Dividend income		23,379	19,182
Interest income (net)		24,776	36,291
Net cash from investing activities		143,584	79,546
Cash flows from financing activities			
Dividend paid during the period	19	(71,760)	(161,460)
Increase in bank loans		84,465	-
Net cash from/ (used in) financing activities		12,705	(161,460)
Net increase/ (decrease) in cash and cash equivalents		84	(163,237)
Cash and cash equivalents at beginning of the period		(10,621)	105,061
Cash and cash equivalents at end of the period	25	(10,537)	(58,176)

1. Status and activities

National Cement Company (Public Shareholding Co.), Dubai ("the Company"), is registered in accordance with the decree issued by His Highness Ruler of Dubai on April 10, 1968 establishing a cement company in the Emirate of Dubai and in accordance with the provisions of the UAE Federal Law No. 8 of 1984 (as amended). The registered address of the Company is P.O. Box 4041, Dubai United Arab Emirates.

The principal activity of the Company is to manufacture and sell cement and cement related products. The Company also invests in investment securities and derivative products. The Company is listed on the Dubai Financial Market since 2005.

The interim condensed financial statements for the nine months period ended September 30, 2011 were authorized for issue by the Board of Directors on November 1, 2011.

These interim condensed financial statements are presented in thousands of UAE Dirhams (AED'000) unless otherwise stated.

2. Basis of preparation

These interim condensed financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) for interim condensed financial statements (International Accounting Standard 34 Interim Financial Reporting). These interim condensed financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the financial statements of the Company for the year ended December 31, 2010.

3. Significant accounting policies

The accounting policies applied in the preparation of these interim condensed financial information are consistent with those applied in the annual financial statements of the Company for the year ended December 31, 2010.

These interim condensed financial statements are presented in United Arab Emirates Dirhams ("AED"), rounded to the nearest thousand and are prepared under the historical cost convention except in respect of investment in marketable securities and derivative financial instruments, which are stated at fair values.

4. Property, plant and equipment

During the three months period ended September 30, 2011 additions to the property, plant and equipment amounted to approximately AED 0.71 million and assets with a cost of AED 0.13 million were sold during the period. Depreciation charge for the period amounts to AED 3.56 million.

5. Investment properties

Investment properties represent land and villas constructed on that land. No investment properties were bought or sold during the current period and no depreciation was charged as the depreciable assets are fully depreciated.

The fair market value of investment properties, including land, is in the range of AED 45 million to AED 50 million (September 30, 2010: AED 45 million to 50 million) as per the internal valuation carried out by the management. The valuation was based on an assessment of the market prices for similar properties and on the basis of future rentals.

6. Investment in marketable securities

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Non current investments	1,254,081	1,402,141	1,395,165
Current investments	935	1,481	1,626
	<u>1,255,016</u>	<u>1,403,622</u>	<u>1,396,791</u>

- a. At September 30, 2011, investments include AED 39 million (December 31, 2010: AED 20 million) which are stated at cost. In the opinion of the management, the fair value of these investments is not materially different from their carrying amounts.
- b. At September 30, 2011, investments in marketable securities amounting to AED 326 million (December 31, 2010: AED 318 million) are held in the personal name of one of the Company's Director for the beneficial interest of the Company.
- c. Investments amounting to AED 329 million (December 31, 2010: AED 124 million) are held under lien against various un-drawn bank facilities.

7. Investment in an associate

Investment in an associate company represents 22.74% share in Berber Cement Company (Ltd), a limited liability company registered in the Republic of Sudan. The principal activity of the associate is to manufacture and sell cement. The Company's share in net assets of the associate has been equity accounted as at December 31, 2010 based on the unaudited financial statements of the associate as at June 30, 2010.

8. Inventories

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Raw materials	32,263	20,500	20,152
Work in progress	1,677	43,220	49,981
Finished goods	2,872	3,453	3,042
Consumables and spare parts	25,037	23,883	24,517
Provision for obsolescence	(7,122)	(7,122)	(7,122)
	<u>54,727</u>	<u>83,934</u>	<u>90,570</u>

9. Trade and other receivables

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Trade receivables	88,708	86,554	105,265
Allowance for doubtful debts	<u>(6,000)</u>	<u>(6,000)</u>	<u>(6,000)</u>
	82,708	80,554	99,265
Advances	13,358	2,148	19,489
Advances towards investment	51,823	20,939	
Prepayments and other receivables	<u>1,179</u>	<u>887</u>	<u>16,247</u>
	<u>149,068</u>	<u>104,528</u>	<u>135,001</u>

10. Related party disclosures

The Company, in the ordinary course of its business, enters into trading and financing transactions with concerns which fall within the definition of "related party" as contained in International Accounting Standard 24. The balances due to/from such parties, which have been disclosed separately in the interim condensed financial statements, are unsecured and repayable on demand. The management believes that the terms of the trading transactions are not materially different from those that could have been obtained from unrelated parties.

10. Related party disclosures (Continued)

The significant related party transactions during the period are as follows:

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
With Affiliates:				
- Sale of cement	3,177	5,848	13,502	5,848
- Purchase of materials and services	1,845	2,216	8,061	13,136
With Key Management Personnel:				
- Salaries & other short term benefits	996	807	2,705	2,421
- E.O.S benefits charged	48	-	142	189
- E.O.S benefits at period end	5,670	5,481	5,670	5,481

Related party balances are as under:

Payables:				
- To Affiliate	3,642	4,456	3,642	4,456
Receivables:				
- From Affiliates	37,341	47,244	37,341	47,244
- From Director	9,819	10,354	9,819	10,354
- From Associate	107,703	43,046	107,703	43,046

11. Bank balances and cash

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Cash at hand	824	532	821
Current accounts with banks	23,063	10,877	3,528
	<u>23,887</u>	<u>11,409</u>	<u>4,349</u>

12. Trade and other payables

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Trade payables	13,717	25,621	37,673
Derivative financial instruments	646	38,035	21,355
Other accruals and payables	13,319	17,790	21,224
Dividend payable	15,216	20,279	22,373
	<u>42,898</u>	<u>101,725</u>	<u>102,625</u>

Please refer to note 27 for further information on derivative financial instruments.

13. Bank loans and overdrafts

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Bank overdraft	34,424	22,030	62,525
Bank loans	84,465	-	-
	<u>118,889</u>	<u>22,030</u>	<u>62,525</u>

Bank loans and overdrafts are secured by a lien on investments and a bank guarantee of USD 20 million in the name of a bank.

14. Share capital

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Issued and fully paid up:			
358,800,000 shares of AED 1 each	<u>358,800</u>	<u>358,800</u>	<u>358,800</u>

15. Development and investment reserve

The balance represents the amount set aside from retained earnings in previous years. The Directors have resolved to treat this reserve as distributable.

16. Fair value reserve

This reserve represents the cumulative changes in fair value of investments in marketable securities.

17. General reserve

As required by Article 57.2 of the Article of Association of the Company, 10% of the net profit has to be transferred to general reserve. It can be discontinued by the resolution of the ordinary general meeting on the proposal of Board of Directors or if it reaches 10% of the paid up capital of the Company. Such reserve shall be used for the purpose designated by the ordinary general meeting on the proposal of the Board of Directors.

18. Statutory reserve

In accordance with Article 57.1 of the Memorandum of Association of the Company and the UAE Federal Law No.8 of 1984 (as amended), a minimum of 10% of the net profit of the Company is to be allocated every year to a non-distributable reserve. Such allocation may be ceased when the statutory reserve equals 50% of the paid up share capital.

No allocation has been made to the statutory reserve for the nine months period ended September 30, 2011 as it would be affected at the year-end.

19. Dividend

For 2010, a dividend of AED 71.76 million was proposed by the Directors' of the Company which was approved in the Annual General Meeting on February 10, 2011. This was paid out by way of cash dividend.

20. Cost of sales

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Material expenses	24,955	28,334	105,697	115,180
Factory utilities	5,013	10,457	21,057	33,685
Staff costs	4,509	4,701	16,536	16,900
Depreciation	3,038	2,923	9,151	9,140
	<u>37,515</u>	<u>46,415</u>	<u>152,441</u>	<u>174,905</u>

21. Other income

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Rental income - invest. prop.	845	890	1,827	1,865
Other rental income	902	2,075	4,687	6,324
Income from scrap sales	687	668	2,203	2,082
Gain on disposal - P.P.E.	22	-	150	1,659
Other income	618	69	905	2,001
	<u>3,074</u>	<u>3,702</u>	<u>9,772</u>	<u>13,931</u>

22. Administration, selling and general expenses

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Staff salaries and benefits	3,514	3,887	11,979	12,975
License fees	-	-	221	242
Insurance	2	25	619	693
Communication	57	44	147	133
Repair and maintenance	1,268	1,289	3,691	4,364
Travelling and conveyance	65	55	279	154
Legal and professional	193	56	369	191
Electricity and water	73	97	181	233
Depreciation	492	538	1,510	1,869
Other	163	173	1,070	462
Finance Charges	162	603	3,686	2,700
	<u>5,989</u>	<u>6,767</u>	<u>23,752</u>	<u>24,016</u>

23. Financial income/(expense) net

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Interest income:				
- interest rate swap contracts	434	2,262	909	11,218
- bank deposits		-		25
- investments	5,616	17,090	23,867	26,738
Net revaluation gain (unrealised):				
- interest rate swap contracts	14,843	8,592	37,389	44,812
- commodity derivatives	-	-	-	64
Net gain on unwinding of:				
- interest rate swap contracts	-	-	-	423
- commodity derivatives	-	-	-	7,704
Gain on disposal:				
- realised	6,594	-	5,589	-
Dividend income - available for sale	1,957	1,965	23,379	19,183
Financial income	29,444	29,909	91,133	110,167
Net revaluation loss (unrealised) on:				
- interest rate swap contracts	-	1,103	-	31,496
- commodity derivatives	-	-	-	-
Net revaluation loss (realised) on:				
- interest rate swap contracts	-	1,199	-	1,199
Interest expense:				
- interest swap contracts	-	-	-	1,684
Loss on disposal of available for sale:				
- Reevalised		-		-
- transferred from equity	9,348	-	11,580	-
Financial expense	9,348	2,302	11,580	34,379
Financial income/(expense) net	20,096	27,607	79,553	75,788

24. Earnings per share

	Unaudited Three months period ended September 30, 2011 AED'000	Unaudited Three months period ended September 30, 2010 AED'000	Unaudited Nine months period ended September 30, 2011 AED'000	Unaudited Nine months period ended September 30, 2010 AED'000
Net profit attributable - shareholders	16,056	27,921	54,662	77,393
Weighted average number of shares	358,800	358,800	358,800	358,800
Earnings per share	0.04	0.08	0.15	0.22

25. Cash and cash equivalents

	September 30, 2011 AED'000	September 30, 2010 AED'000
Cash and bank balances	23,887	4,349
Bank overdraft	(34,424)	(62,525)
	<u>(10,537)</u>	<u>(58,176)</u>

26. Segment reporting

The Company's activities comprise two main business segments, manufacturing and selling cement and cement related products and investment in marketable securities and derivative products. The details of segment revenue, segment result, segment assets and segment liabilities have been provided on page 19.

27. Financial instruments

Capital risk management

The capital is managed by the Company in a way that it is able to continue as a going concern while maximizing return to stakeholders.

The capital structure of the Company consists of borrowings, cash and cash equivalents and equity attributable to equity holders comprising of issued capital, reserves and retained earnings.

Market risk management

The Company is primarily exposed to the financial risks of changes in foreign currency exchange rates (currency risk), interest rates (interest rate risk) and market prices (other price risk).

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of the changes in foreign exchange rates.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices whether those changes are caused by factors specific to the individual financial instrument or the Company, or factors affecting all similar financial instruments traded in the market.

Foreign currency risk management

The Company undertakes certain transactions denominated in foreign currencies. Hence, exposures to exchange rate fluctuation arise. The Company is mainly exposed to US Dollars. The US Dollar has been pegged against the United Arab Emirates Dirham ("AED"), hence no exchange risk is considered to exist.

Interest rate risk management

The Company is exposed to interest rate risk on cash at bank (including time deposits), available for sale investments and interest rate swap contracts.

If the interest rates on available for sale investments have had been 50 base points higher or lower and all other variables were held constant, the Company's profits would have increased or decreased by AED 119,335 (September 2010: 133,690)

If the interest rates on interest swap contracts have had been 50 base points higher or lower and all other variables were held constant, the Company's profits would have increased or decreased by AED 4,545 (September 2010: AED 56,090).

27. Financial instruments (*Continued*)

Other price risk management

The Company is exposed to other price risks in market on its equity investments. Investments in equity instruments are generally held for long term and are not traded actively.

If equity prices in market had been 10% higher/lower:

- Available for sale investment valuation reserve would increase/decrease by AED 125 million.
- The profit would be unaffected as equity investments are classified as available for sale.

Credit risk management

Credit risk is the risk that one party to financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Company is exposed to credit risk from its financial assets which comprise principally fixed deposits, bank balances, trade and other receivables, due from related parties and investments. The credit risk on trade receivables and related parties is subjected to credit evaluations and an allowance may be made for estimated irrecoverable amounts. The Company is not exposed to any significant concentration of credit risk because its exposure is spread over financial institutions.

Liquidity risk management

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company has built appropriate liquidity risk management framework for the management of its short, medium and long term funding and liquidity requirements. The Company manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows.

Derivative contracts

The Company's investments in certain securities normally carry interest which is linked to LIBOR.

The Company has also entered into certain interest rate swaps contracts and commodity derivative swap contracts. These swap contracts are not designated as hedges and accordingly are treated as free standing derivative contracts.

27. Financial instruments (Continued)

At September 30, 2011 the Company had outstanding interest rate swap contracts with a notional amount of USD 235 million (AED 862 million) ((December 31, 2010: USD 235 million (AED 862 million)). The fair value of the interest rate and commodity swap contracts are shown as under:

	Unaudited September 30, 2011 AED'000	Audited December 31, 2010 AED'000	Unaudited September 30, 2010 AED'000
Interest rate swap - negative value	(646)	(38,035)	(21,355)
	<u>(646)</u>	<u>(38,035)</u>	<u>(21,355)</u>

Capital commitments**28. Capital commitments**

	September 30, 2011 AED'000	December 31, 2010 AED'000	September 30, 2010 AED'000
Property plant and equipment	<u>35,000</u>	<u>-</u>	<u>-</u>

29. Operating leases**Leases as lessee**

The Company has leased plots of land under operating leases on which residential flats for staff accommodation are located. These leases typically run for a period of one year, with an option to renew the lease after that date. The lease rentals are usually renewed to reflect market rentals.

Leases as lessor

The Company had leased residential villas on operating leases to earn rental income. These leases typically run for a period of one year, with an option to renew the lease after that date. The lease rentals are usually renewed to reflect market rentals.

30. Comparative figures

Certain comparative figures have been reclassified to conform to the presentation adopted in these interim condensed financial statements.

National Cement Company (Public Shareholding Co.), Dubai

Notes to the interim condensed financial statements for the nine months period ended September 30, 2011 (Continued)

Segment report as on September 30, 2011

	Nine months period ended September 30, 2011 (Unaudited)			Nine months period ended September 30, 2010 (Unaudited)		
	Cement AED'000	Investment in marketable securities and derivative products AED'000	Total AED'000	Cement AED'000	Investment in marketable securities and derivative products AED'000	Total AED'000
Segment revenue	141,530	79,553	221,083	191,085	110,167	301,252
Segment result	(10,911)	79,553	68,642	16,180	71,798	87,978
Other income	-	-	9,772	-	-	13,931
Unallocated expenses	-	-	(23,752)	-	-	(24,016)
Net profit for the year	-	-	54,662	-	-	77,893
Segment assets - other	569,343	1,255,016	1,824,359	516,500	1,396,791	1,913,291
Investment in equity accounted investee	73,974	-	73,974	70,330	-	70,330
Total assets	643,317	1,255,016	1,898,333	586,830	1,396,791	1,983,621
Segment liabilities	190,873	646	191,519	175,395	21,355	196,750
Total liabilities	190,873	646	191,519	175,395	21,355	196,750
Capital expenditure	1,559	254,959	256,518	5,077	223,621	228,698
Depreciation	10,662	-	10,662	11,010	-	11,010