Dubai Investments PJSC
and its subsidiaries

Condensed consolidated interim financial information

30 June 2011

Dubai Investments PJSC and its subsidiaries

Condensed consolidated interim financial information

30 June 2011

Contents ***Page***

P O Box 341145
Level 12, IT Plaza Tower
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") as at 30 June 2011, 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 2011 is not prepared, in all material respects, in accordance with IAS 34 'Interim Financial Reporting'.

08 AUG 2011

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

Dubai Investments PJSC and its subsidiaries

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

	Note	Three month period ended 30 June		Six month period ended 30 June	
		2011	2010	**2011**	2010
		AED 000	AED 000	**AED 000**	AED 000
Sale of goods and services		**332,744**	309,431	**656,568**	626,778
Contract revenue		**146,391**	213,762	**291,052**	413,611
Sale of properties (including development properties)		**22,508**	32,535	**45,023**	58,866
Rental income		**113,779**	121,041	**227,004**	239,702
Gain on fair valuation of investment properties	*11*	**113,123**	158,975	**146,340**	326,934
Loss on fair valuation of investments		**(2,638)**	(49,693)	**(8,037)**	(33,470)
Gain on sale of investments – (net)		**21**	16,280	**266**	16,905
Dividend income		**2,862**	4,356	**13,233**	16,445
Total income		**728,790**	806,687	**1,371,449**	1,665,771
Direct operating costs	*7*	**(448,705)**	(448,247)	**(882,496)**	(908,681)
Administrative and general expenses	*8*	**(129,223)**	(137,931)	**(229,991)**	(233,843)
Finance expenses		**(37,646)**	(50,310)	**(61,613)**	(83,403)
Finance income		**4,428**	11,216	**9,428**	22,681
Other income	*9*	**17,528**	11,347	**28,893**	19,455
Profit for the period		**135,172**	192,762	**235,670**	481,980
Profit attributable to:					
Owners of the Company		**138,263**	196,308	**239,357**	473,970
Non-controlling interests		**(3,091)**	(3,546)	**(3,687)**	8,010
Profit for the period		**135,172**	192,762	**235,670**	481,980
Earnings per share					
Basic earnings per share (AED)	*17*	**0.04**	0.05	**0.07**	0.13

The notes set out on pages 8 to 14 form part of these 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**	
	2011	2010	**2011**	2010
	AED 000	AED 000	**AED 000**	AED 000
Profit for the period	**135,172**	192,762	**235,670**	481,980
Other comprehensive income:				
Net change in fair value of available for sale investments	**-**	(6,598)	**-**	(9,402)
Net change in fair value of available for sale investments transferred to income statement on disposal	**-**	(9,048)	**-**	(9,923)
Net change in fair value of investments at fair value through OCI	**(8,207)**	-	**(8,207)**	-
Total other comprehensive income for the period	**(8,207)**	(15,646)	**(8,207)**	(19,325)
Total comprehensive income for the period	**126,965**	177,116	**227,463**	462,655
Attributable to:				
Owners of the Company	**130,056**	180,662	**231,150**	454,645
Non-controlling interests	**(3,091)**	(3,546)	**(3,687)**	8,010
Total comprehensive income for the period	**126,965**	177,116	**227,463**	462,655

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

Dubai Investments PJSC and its subsidiaries

Condensed consolidated statement of financial position (unaudited)

	Note	30 June 2011 AED 000 (Unaudited)	31 December 2010 AED 000 (Audited)	30 June 2010 AED 000 (Unaudited)
Assets				
Non-current assets				
Property, plant and equipment and biological assets	*10*	**2,743,482**	2,741,711	2,725,202
Intangible assets including goodwill		**212,185**	214,488	211,779
Investment properties	*11*	**3,863,269**	3,571,315	3,193,497
Development properties	*12*	**102,357**	175,112	277,591
Investments at fair value through other comprehensive income	*13*	**515,871**	546,880	-
Investments in associates		**2,576**	2,576	10,452
Long term rent receivable		**50,689**	136,554	138,208
Long term finance lease receivable		**26,889**	25,766	90,858
Inventories	*14*	**1,592,494**	1,597,273	1,703,922
Trade receivables		**206,522**	277,712	215,063
Other receivables		**66,632**	61,965	58,959
Total non-current assets		**9,382,966**	9,351,352	8,625,531
Current assets				
Inventories	*14*	**1,119,923**	1,087,665	1,028,989
Investments at fair value through profit or loss	*13*	**1,141,181**	1,211,653	886,792
Available for sale investments	*13*	**-**	-	960,886
Trade receivables		**1,407,746**	1,176,137	1,153,912
Other receivables		**873,096**	905,848	848,613
Cash at bank and in hand	*16*	**395,450**	399,217	407,754
Total current assets		**4,937,396**	4,780,520	5,286,946
Total assets		**14,320,362**	14,131,872	13,912,477
Equity				
Share capital		**3,570,395**	3,570,395	3,570,395
Share premium		**46**	46	46
Legal reserve		**492,700**	492,700	457,509
Capital reserve		**25,502**	25,502	25,502
General reserve		**810,564**	810,564	687,695
Revaluation reserve		**67,000**	67,000	67,000
Fair value reserve		**(33,000)**	(45,000)	2,831
Proposed dividend	*19*	**-**	214,224	-
Proposed directors' fees		**-**	5,000	-
Retained earnings		**3,529,650**	3,310,500	3,356,789
Equity attributable to owners of the Company		**8,462,857**	8,450,931	8,167,767
Non-controlling interests		**721,545**	736,492	703,899
Total equity		**9,184,402**	9,187,423	8,871,666
Liabilities				
Non-current liabilities				
Long-term borrowings and payables	*18*	**1,726,971**	1,395,352	1,813,728
Total non-current liabilities		**1,726,971**	1,395,352	1,813,728
Current liabilities				
Bank borrowings	*18*	**1,613,229**	1,733,235	1,374,352
Trade and other payables		**1,795,760**	1,815,862	1,852,731
Total current liabilities		**3,408,989**	3,549,097	3,227,083
Total liabilities		**5,135,960**	4,944,449	5,040,811
Total equity and liabilities		**14,320,362**	14,131,872	13,912,477

The condensed consolidated interim financial information were authorized for issue on behalf of the Board of Directors on 08 AUG 2011

Khalid Jassim Kalban
MD & CEO

Mushtaq Masood
CFO

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

Dubai Investments PJSC and its subsidiaries

Consolidated statement of cash flows

for the six month period ended 30 June (unaudited)

	Six month period ended 30 June	
	2011	2010
	AED	AED
Cash flow from operating activities		
Profit for the period	**235,670**	481,980
Adjustments for:		
Depreciation	**74,481**	65,827
Amortisation/impairment losses of intangible assets	**2,723**	2,034
(Gain)/ loss on disposal/write-off of property, plant & equipment	**(239)**	86
Gain on sale of investments – (net)	**(266)**	(16,905)
Gain on fair valuation of investment properties	**(146,340)**	(326,934)
Loss on fair valuation of investments	**8,037**	33,470
Operating profit before changes in working capital	**174,066**	239,558
Changes in:		
- investment at fair value through profit or loss, available for sale investments and at fair value through OCI	**85,503**	28,709
- trade and other receivables	**(47,592)**	65,640
- inventories	**(27,479)**	(51,189)
- trade and other payables	**(20,102)**	(70,756)
Directors' fee paid	**(5,000)**	(5,000)
Net cash from operating activities	**159,396**	206,962
Cash flow from investing activities		
Net movement in investment and development properties	**(72,859)**	(11,233)
Acquisition of property, plant and equipment	**(82,763)**	(118,498)
Proceeds from disposal of property, plant and equipment	**6,750**	3,579
Net additions to intangible assets	**(420)**	(62)
Net movement in investment in associates	-	(405)
Net movement in deposits under lien	**(10,038)**	(3,128)
Net cash used in investing activities	**(159,330)**	(129,747)
Cash flow from financing activities		
Net movement in long term borrowings and other payables	**222,908**	34,495
Net movement in non-controlling interest	**(11,260)**	(12,244)
Dividend paid	**(214,224)**	(214,224)
Net cash used in financing activities	**(2,576)**	(191,973)
Net decrease in cash and cash equivalents	**(2,510)**	(114,758)
Cash and cash equivalents at 1 January	**(210,757)**	(71,313)
Cash and cash equivalents at 30 June	**(213,267)**	(186,071)
Cash and cash equivalents comprise following:		
Cash in hand, current and call account with banks	**184,605**	160,341
Short term deposits with banks (excluding those under lien)	**169,271**	208,067
Bank overdraft, trust receipt loans and bills discounted	**(567,143)**	(554,479)
	(213,267)	(186,071)

The notes set out on pages 8 to 14 form part of these 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**	**Revaluation reserve**	**Fair value reserve**	**Proposed dividend**	**Proposed directors' fees**	**Retained earnings**	**Sub total**	**Non-controlling interests**	**Total**
Balance at 1 January 2010 – as originally reported	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
Impact of adopting IFRS 9 – see note (4)	-	-	-	-	-	-	5,161	-	-	(5,161)	-	-	-
Balance at 1 January 2010 – restated	**3,570,395**	**46**	**457,509**	**25,502**	**687,695**	**67,000**	**22,156**	**214,224**	**5,000**	**2,882,819**	**7,932,346**	**708,131**	**8,640,477**
Total comprehensive income for the period													
Profit for the period	-	-	-	-	-	-	-	-	-	473,970	473,970	8,010	481,980
Other comprehensive income													
Net change in fair value of available for sale investments	-	-	-	-	-	-	(9,402)	-	-	-	(9,402)	-	(9,402)
Net change in fair value of available for sale investments transferred to income statement on disposal	-	-	-	-	-	-	(9,923)	-	-	-	(9,923)	-	(9,923)
Total other comprehensive income	-	-	-	-	-	-	(19,325)	-	-	-	(19,325)	-	(19,325)
Total comprehensive income for the period	-	-	-	-	-	-	(19,325)	-	-	473,970	454,645	8,010	462,655
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	-	-	-	-	-	-	-	-	-	-	-	(12,242)	(12,242)
Directors' fees paid	-	-	-	-	-	-	-	-	(5,000)	-	(5,000)	-	(5,000)
Total contributions by and distribution to owners	-	-	-	-	-	-	-	(214,224)	(5,000)	-	(219,224)	(12,242)	(231,466)
Total transactions with owners	-	-	-	-	-	-	-	(214,224)	(5,000)	-	(219,224)	(12,242)	(231,466)
Balance at 30 June 2010	**3,570,395**	**46**	**457,509**	**25,502**	**687,695**	**67,000**	**2,831**	**-**	**-**	**3,356,789**	**8,167,767**	**703,899**	**8,871,666**

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**	**Revaluation 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**

No allocation of profit has been made to the statutory reserve for the six month period ended 30 June 2011 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.

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 2011 ("the current period") comprises 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 2010.

3. Standards and interpretations effective in the current period

Effective 1 January 2011, the Group has adopted revised IAS 24 *Related Party Disclosures* in preparing the condensed consolidated interim financial information. The revisions in IAS 24 provide an exemption from disclosure requirements for transactions between entities controlled, jointly controlled or significantly influenced by the same state ('state controlled entities') and amends the definition of a related party transaction to clarify the intended meaning and remove some inconsistencies. The application of the amended standard has not caused any significant change in the condensed consolidated interim financial information relating to identification and disclosure of related party relationship and transactions.

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 2010.

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 31 December 2010 and for the year ended 31 December 2010. 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 2010.

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 2010.

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 2010.

7. Direct operating costs

	Three month period ended 30 June		**Six month period ended 30 June**	
	2011	2010	**2011**	2010
	AED 000	AED 000	**AED 000**	AED 000
These include:				
Staff costs	**52,311**	61,712	**99,166**	112,460
Depreciation	**29,011**	25,084	**56,520**	48,854
	=====	=====	=====	=====

8. Administrative and general expenses

	Three month period ended 30 June		**Six month period ended 30 June**	
	2011	2010	**2011**	2010
	AED 000	AED 000	**AED 000**	AED 000
These include:				
Staff costs	**57,932**	54,161	**112,195**	101,660
Depreciation	**8,208**	7,719	**17,961**	16,973
	=====	=====	=====	======

9. Other income

Other income includes rental income earned by subsidiary from letting excess storage facilities and sale of scrap by various subsidiaries.

10. Property, plant and equipment and biological assets

During the six month period ended 30 June 2011, the Group acquired assets amounting to AED 82.76 million *(six month period ended 30 June 2010: AED 118.5 million).*

11. Investment properties

Investment properties, comprising infrastructure facilities, 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. As at 31 December 2010, the Group 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 current period, the development of area 1 of Phase VIII was substantially completed and the Group obtained fair value of this phase. This valuation was carried out by an independent registered valuer in accordance with the Valuation Standards of the Royal Institute of Chartered Surveyors. Based on the valuation received, the Group recognized a gain of AED 113 million in the current period.

Furthermore, during the period, the fair valuation of all completed phases was reviewed by management and a gain of AED 33 million was recognized mainly due to increase in cash flows/lease rentals per terms of the contract with tenants.

12. Development properties

During the period, the Group transferred development cost of area 1 of Phase VIII of AED 114 million to investment properties as it was substantially completed. Development properties as at 30 June 2011 mainly comprise costs incurred by a subsidiary for the development of Area 2 of Phase VIII and construction of a Medical Clinic in Dubai Investment Park. It also includes costs incurred by a joint venture entity towards construction of Green Community West in Dubai Investments Park.

13. Investments

		30 June 2011 AED 000 (Unaudited)	31 December 2010 AED 000 (Audited)	30 June 2010 AED 000 (Unaudited)
Investments at fair value through profit or loss:				
- held for trading quoted equity securities		**373,234**	381,163	302,819
- unquoted equity securities and funds		**767,947**	830,490	-
- designated as fair value through profit or loss		**-**	-	583,973
	(i)	**1,141,181**	1,211,653	886,792
Investments at fair value through other comprehensive income:				
- unquoted equity securities		**515,871**	546,880	-
	(ii)	**515,871**	546,880	-
Investments designated as available for sale:				
- quoted equity securities		**-**	-	92,723
- unquoted equity securities and funds		**-**	-	868,163
	(iii)	**-**	-	960,886

13. Investments *(continued)*

		30 June 2011 AED 000 (Unaudited)	31 December 2010 AED 000 (Audited)	30 June 2010 AED 000 (Unaudited)
Geographical distribution of investments				
UAE		**881,065**	863,207	683,140
Other GCC countries		**328,698**	338,448	571,252
Other countries		**447,289**	556,878	593,286
		------------	-----------	------------
	(i) + (ii)+(iii)	**1,657,052**	1,758,533	1,847,678
		=======	=======	=======

14. Inventories

Inventories at 30 June 2011 include properties under development for sale in the ordinary course of business amounting to AED 2,396 million *(31 December 2010: AED 2,365 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).

15. Related party transactions

Significant related party transactions were as follows:

	Three month period ended 30 June		**Six month period ended 30 June**	
	2011 AED 000	2010 AED 000	**2011 AED 000**	2010 AED 000
- Construction of Head office building	**2,649**	21,567	**18,792**	32,079
	=====	=====	=====	=====
Compensation to key management personnel including Directors are as follows:				
- Short term benefits	**4,001**	3,976	**7,990**	7,954
- Post employee benefits	**26**	26	**52**	52
	===	===	===	===

16. Cash at bank and in hand

	30 June 2011 AED 000 (Unaudited)	31 December 2010 AED 000 (Audited)	30 June 2010 AED 000 (Unaudited)
Cash in hand	**1,916**	1,836	1,372
Cash at bank within UAE (current accounts)	**165,362**	168,114	148,928
Cash at bank outside UAE – GCC Countries (current accounts)	**17,327**	5,508	10,041
Short term deposits (including deposits of AED 41.57 million *(31 December 2010: 31.54 million)* under lien with a bank)	**210,845**	223,759	247,413
	395,450	399,217	407,754

There were no short term deposits outside UAE as at 30 June 2011 *(31 December 2010: AED Nil)*.

17. Basic earnings per share

	Three months period ended 30 June		**Six months period ended 30 June**	
	2011	2010	**2011**	2010
Net profit attributable to owners of the Company (AED'000)	**138,263**	196,308	**239,357**	473,970
Weighted average number of shares outstanding ('000s)	**3,570,395**	3,570,395	**3,570,395**	3,570,395

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, 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 20).

19. Proposed dividend

At the Annual General Meeting (AGM) held on 19 April 2011, 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 as at 30 June 2011 amount to AED 1,661 million *(31 December 2010: AED 1,690 million).*

21. Capital commitments

As at 30 June 2011, the Group has contractual capital commitments amounting to AED 728 million *(31 December 2010: AED 945 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, pharmacuticals, aluminum extruded products and laboratory furniture.
FMCG	:	production and distribution of dairy products.
Investments	:	strategic minority investments in start up 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.

Notes to the condensed consolidated interim financial information *(continued)*
for the six month period ended 30 June 2011 (unaudited)

22. Segment reporting *(continued)*

Operating segments

Information about reportable segments

AED'000

	Manufacturing and contacting		FMCG		Investments		Property		Elimination of inter segment transactions		Total	
	2011	2010	**2011**	2010	**2011**	2010	**2011**	2010	**2011**	2010	**2011**	2010
Business Segments												
Revenue (including sale of properties)	**876,742**	983,476	**49,500**	39,322	**155,732**	318,516	**295,566**	328,164	**(152,431)**	(330,641)	**1,225,109**	1,338,837
Finance income and other income	**17,223**	9,143	**2,161**	1,092	**42,437**	38,831	**10,118**	15,408	**(33,618)**	(22,338)	**38,321**	42,136
Finance expenses	**(57,633)**	(64,866)	**(499)**	(558)	**13,306**	(8,273)	**(50,405)**	(32,044)	**33,618**	22,338	**(61,613)**	(83,403)
Gain on fair valuation of investment properties	**-**	-	**-**	-	**-**	-	**146,340**	326,934	**-**	-	**146,340**	326,934
Reportable segment profit	**(51,799)**	24,109	**88**	3,596	**198,730**	326,803	**240,291**	467,593	**(151,640)**	(348,131)	**235,670**	473,970
Reportable segment assets	**4,087,093**	4,113,709	**80,953**	124,797	**5,770,871**	5,895,861	**7,840,921**	7,283,487	**(3,459,476)**	(3,505,377)	**14,320,362**	13,912,477
Reportable segment liabilities	**2,893,460**	3,471,985	**40,324**	84,919	**748,653**	742,005	**2,719,682**	2,637,799	**(1,266,159)**	(1,895,897)	**5,135,960**	5,040,811

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