SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA – QATAR

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2008 TOGETHER WITH INDEPENDENT AUDITOR'S REVIEW REPORT

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C)
DOHA - QATAR

JUNE 30, 2008

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INDEPENDENT AUDITOR'S REVIEW REPORT

To The Board of Directors
Salam International Investment Limited (Q.S.C.)
Doha - Qatar

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of **Salam International Investment Limited (Q.S.C.)** (the 'Company'), as at June 30, 2008 comprising of the interim consolidated balance sheet as at June 30, 2008 and the related interim consolidated income statement for the three month and six month periods ended June 30, 2008, statement of changes in equity and cash flows statement for the six month period then ended, and certain explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with **International Financial Reporting Standard: IAS 34 "Interim Financial Reporting"**. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review. The interim condensed consolidated financial statements include the assets, liabilities and results of operations of the subsidiaries which have been reviewed by other auditors who issued their unqualified review reports on the respective financial statements. These review reports were furnished to us, and our opinion in so far as it relates to the amounts included for these subsidiaries, is based solely on the reports of other auditors. These subsidiaries with a combined total assets of QR 912 million (December 31, 2007: QR 846.8 million), combined total liabilities of QR 672.2 million (December 31, 2007: QR 569.7million) and net profits of QR 8.9 million (June 30, 2007: QR 19 million) are presented in these interim condensed consolidated financial statements.

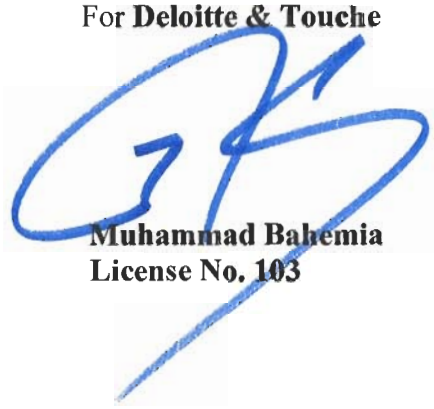
Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of the interim condensed consolidated financial statements consist 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, and the reports of other auditors, nothing has come to our attention that causes us to believe that the interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with **International Financial Reporting Standard: IAS 34 "Interim Financial Reporting".**

For **Deloitte & Touche**



Doha - Qatar
July 19, 2008

Muhammad Bahemia
License No. 103

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA - QATAR

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET
AS OF JUNE 30, 2008

	Note	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
ASSETS		**QR.**	**QR.**
Current assets:			
Bank balances and cash	**8**	77,986,959	54,272,331
Trade and other receivables		287,754,357	279,660,269
Due from related parties		7,774,500	8,973,693
Retention receivables		32,077,393	30,621,427
Trading securities		10,515,827	--
Inventories		309,433,098	291,051,295
Excess of revenue over billings		132,090,782	116,435,528
Other assets		100,070,826	64,466,078
Total Current Assets		**957,703,742**	**845,480,621**
Non-current assets:			
Available for sale investments		162,934,541	158,073,587
Loan to an associate company		2,852,475	3,278,217
Investment in associates		205,920,237	192,682,147
Retention receivables		26,123,232	18,891,938
Intangible assets		114,289,533	115,305,020
Investment properties	**5**	599,273,672	678,903,591
Property, plant and equipment	**6**	380,454,820	343,424,942
Other assets		9,768,303	12,214,820
Total Non-Current Assets		**1,501,616,813**	**1,522,774,262**
Total Assets		**2,459,320,555**	**2,368,254,883**

Issa Abdul Salam Abu Issa
Chairman and Chief Executive Officer

Hussam Abdul Salam Abu Issa
Vice Chairman and Chief Operating Officer

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA - QATAR

INTERIM CONDENSED CONSOLIDATED BALANCE SHEET
AS OF JUNE 30, 2008

	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
	QR.	QR.
LIABILITIES AND EQUITY		
Current liabilities:		
Borrowings	238,903,137	202,163,978
Post dated cheques payable	53,639,113	51,643,446
Trade and other payables	176,083,597	192,345,726
Due to related parties	4,781,464	8,368,668
Retention payables	11,137,598	9,952,652
Advances from customers	17,880,951	16,564,184
Excess of billings over revenue	29,549,291	24,687,654
Other liabilities	241,178,071	224,478,324
Total Current Liabilities	**773,153,222**	**730,204,632**
Non-current liabilities:		
Borrowings	153,026,623	217,444,861
Retention payables	10,916,739	11,899,951
Post dated cheques payable	1,852,835	3,659,391
Employees' end of service benefits	19,080,912	15,812,723
Other liabilities	47,039,441	45,465,758
Total Non-Current Liabilities	**231,916,550**	**294,282,684**
Capital and Reserves:		
Issued capital	931,516,880	828,015,000
Legal reserve	321,869,137	321,869,137
Investments revaluation reserve	33,850,429	20,457,490
Retained earnings	157,691,828	60,850,066
Property revaluation reserve	4,581,898	5,019,080
Proposed issue of bonus shares	--	103,501,880
Equity Attributable to Equity Holders of the Parent	**1,449,510,172**	**1,339,712,653**
Minority Interest	4,740,611	4,054,914
Total Equity	**1,454,250,783**	**1,343,767,567**
Total Liabilities and Equity	**2,459,320,555**	**2,368,254,883**

Mr. Issa Abdul Salam Abu Issa
Chairman and Chief Executive Officer

Mr. Hussam Abdul Salam Abu Issa
Vice Chairman and Chief Operating Officer

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C)
DOHA - QATAR

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THREE AND SIX MONTH PERIODS ENDED JUNE 30, 2008

	Note	For the three month period ended June 30, 2008 (Reviewed)	For the three month period ended June 30, 2007 (Reviewed)	For the six month period ended June 30, 2008 (Reviewed)	For the six month period ended June 30, 2007 (Reviewed)
		QR.	QR.	QR.	QR.
Operating income		414,579,578	296,256,642	784,736,884	559,442,770
Operating cost		(294,623,559)	(210,993,532)	(565,736,509)	(400,892,276)
Gross Profit		**119,956,019**	**85,263,110**	**219,000,375**	**158,550,494**
Investment income	7	32,120,390	11,960,338	78,909,094	25,106,832
Other operational income		1,626,478	1,477,400	2,621,624	2,712,960
Service and consultancy income		4,603,775	1,734,156	6,253,039	2,756,848
Other income		4,539,061	2,445,601	7,776,084	6,070,847
		162,845,723	**102,880,605**	**314,560,216**	**195,197,981**
Salaries and related cost		(48,158,814)	(37,051,797)	(92,947,432)	(70,236,756)
General and administrative expenses		(53,520,135)	(26,302,524)	(87,433,342)	(48,620,635)
Amortization of intangible assets		(730,202)	(722,491)	(1,537,628)	(1,440,681)
Depreciation of investment properties		(698,919)	(535,915)	(1,441,877)	(1,065,942)
Depreciation of property, plant and equipment		(10,528,411)	(6,382,476)	(20,464,530)	(12,713,125)
Finance costs		(3,637,233)	(4,740,547)	(9,159,135)	(7,750,367)
Profit Before Executives and General Managers' Bonus		**45,572,009**	**27,144,855**	**101,576,272**	**53,370,475**
Executives and General Managers' bonus		(2,587,751)	(991,492)	(3,707,842)	(1,994,700)
Net Profit for the Period		**42,984,258**	**26,153,363**	**97,868,430**	**51,375,775**
Attributable to :					
Equity holders of the parent		**42,380,340**	**26,253,911**	**96,404,580**	**51,764,217**
Minority interest holders		**603,918**	**(100,548)**	**1,463,850**	**(388,442)**
		42,984,258	**26,153,363**	**97,868,430**	**51,375,775**
Earnings Per Share (Basic and Diluted)		**0.45**	**0.28**	**1.03**	**0.56**

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA - QATAR

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2008

	Issued Capital	Legal Reserve *	Investments Revaluation Reserve	Retained Earnings	Property Revaluation Reserve	Proposed Cash Dividends/ Issue of Bonus Shares	Equity Attributable to Equity Holders of the Parent	Minority Interest	Total
	QR.	QR.	QR.	QR.	QR.	QR.	QR.	QR.	QR.
Balance at January 1, 2007 (Audited)	**828,015,000**	**309,015,572**	**3,674,705**	**48,631,374**	**6,052,492**	**82,801,500**	**1,278,190,643**	**1,945,000**	**1,280,135,643**
Minority interest	--	--	--	--	--	--	--	869,990	**869,990**
Dividends paid for 2006	--	--	--	--	--	(82,801,500)	(82,801,500)	--	**(82,801,500)**
Net profit for the period	--	--	--	51,764,217	--	--	51,764,217	(388,442)	**51,375,775**
Net movement in investments' revaluation reserve	--	--	(7,594,517)	--	--	--	(7,594,517)	--	**(7,594,517)**
Revaluation reserve realized	--	--	--	467,617	(467,617)	--	--	--	--
Balance at June 30, 2007 (Reviewed)	**828,015,000**	**309,015,572**	**(3,919,812)**	**100,863,208**	**5,584,875**	**--**	**1,239,558,843**	**2,426,548**	**1,241,985,391**
Balance at January 1, 2008 (reviewed)	**828,015,000**	**321,869,137**	**20,457,490**	**60,850,066**	**5,019,080**	**103,501,880**	**1,339,712,653**	**4,054,914**	**1,343,767,567**
Minority interest	--	--	--	--	--	--	--	(778,153)	**(778,153)**
Bonus shares issued	103,501,880	--	--	--	--	(103,501,880)	--	--	--
Net profit for the period	--	--	--	96,404,580	--	--	**96,404,580**	1,463,850	**97,868,430**
Net movement in investments' revaluation reserve	--	--	13,392,939	--	--	--	13,392,939	--	**13,392,939**
Revaluation reserve realized	--	--	--	437,182	(437,182)	--	--	--	--
Balance at June 30, 2008 (Reviewed)	**931,516,880**	**321,869,137**	**33,850,429**	**157,691,828**	**4,581,898**	**--**	**1,449,510,172**	**4,740,611**	**1,454,250,783**

* Legal reserve will be accounted for at year end.

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA – QATAR

INTERIM CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2008

	Note	June 30, 2008 (Reviewed)	June 30, 2007 (Reviewed)
		QR.	QR.
Cash Flows From Operating Activities:			
Net profit for the period		97,868,430	51,375,775
Adjustments for:			
Provision for doubtful debts		6,255,233	2,336,961
Provision for slow moving stocks		9,807,529	4,241,532
Gain on sale of investments properties		(40,891,688)	--
Gain on sale of available for sale investments		(6,352,715)	--
Amortization of intangible assets		1,537,628	1,440,681
Depreciation of investment properties		1,441,877	1,065,942
Depreciation of property, plant and equipment		21,363,252	12,713,125
Gain on sale of property, plant and equipment		(169,531)	398,182
Gain on trading securities		(766,138)	--
Employees' end of service benefits		4,443,646	2,714,750
Finance costs		9,159,135	7,750,367
Interest income		(1,335,847)	(571,590)
Dividend income		(3,939,238)	(3,233,775)
		98,421,573	**80,231,950**
Trade and other receivable and other assets		(47,507,552)	17,771,003
Due from related parties		1,199,193	2,581,950
Retentions receivable		(8,687,260)	(91,541)
Inventories		(28,189,332)	(53,052,143)
Excess of revenue over billings		(15,655,254)	(25,238,403)
Trade and other payables and other liabilities		(632,218)	23,273,394
Due to related parties		(3,587,204)	2,781,758
Excess of billings over revenue		4,861,637	8,044,416
Retentions payable		201,734	(120,967)
Advance received from customers		1,316,767	(118,287)
Cash from Operating Activities		**1,742,084**	**56,063,130**
Employees end of service benefits paid		(1,175,457)	(1,024,800)
Net Cash from Operating Activities		**566,627**	**55,038,330**

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA – QATAR

INTERIM CONDENSED CONSOLIDATED CASH FLOWS STATEMENT
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2008

	Note	June 30, 2008 (Reviewed)	June 30, 2007 (Reviewed)
		QR.	QR.
Cash Flows From Investing Activities:			
Purchase of property, plant and equipment		(59,667,663)	(52,094,973)
Proceeds from sale of property, plant and equipment		1,444,064	642,860
Increase in intangible assets		(522,141)	(211,111)
Net movement in investment properties		121,912,360	(61,575,267)
Net movement in available for sale investments		14,884,700	(7,234,967)
Purchase of trading securities		(21,909,104)	--
Proceeds from sale of trading securities		12,159,415	--
Investment in associates		(13,238,090)	(2,945,125)
Collection of loan from an associate		425,742	--
Dividends received		3,939,238	3,233,775
Interest received		1,335,847	571,590
Net Cash from / (Used in) Investing Activities		**60,764,368**	**(119,613,218)**
Cash Flows From Financing Activities:			
Net movement in term loan		(58,336,454)	108,633,849
Net movement in minority interest		(778,153)	869,990
Dividends paid		--	(82,801,500)
Finance cost paid		(9,159,135)	(7,750,367)
Net Cash (Used in) / from Financing Activities		**(68,273,742)**	**18,951,972**
Decrease in Bank Balances and Cash		**(6,942,747)**	**(45,622,916)**
Bank Balances and Cash – Beginning of the period		(97,596,823)	(23,555,741)
Bank Balances and Cash - End of the period	**8**	**(104,539,570)**	**(69,178,657)**
Non-Cash Transaction			
Post-dated cheques		(2,832,630)	(3,871,080)
Additions on investment properties		2,832,630	3,871,080
		--	--

SALAM INTERNATIONAL INVESTMENT LIMITED (Q.S.C.)
DOHA - QATAR

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD ENDED JUNE 30, 2008

1. Status and Activities:

Salam International Investment Limited (the "Company") is a public shareholding company incorporated under Amiri Decree No. (1) on January 14, 1998.

The accompanying interim condensed consolidated financial statements represent the consolidated accounts of the Company and its subsidiaries.

The main activities of the Company and its subsidiary are to establish, incorporate, acquire, and own enterprises in the commercial, industrial, educational, real estate, financial and services sectors.

2. Basis of Preparation and Significant Accounting Policies:

These interim condensed consolidated financial statements are prepared in accordance with IAS 34 "Interim Financial Reporting". The accounting policies used in the preparation of these interim condensed consolidated financial statements are consistent with those used in the annual consolidated financial statements for the year ended December 31, 2007, except for the adoption of certain revised / new interpretations which are effective as of January 1, 2008. Adoption of these interpretations did not have any material effect on the financial position or performance of the Company. These interim condensed consolidated financial statements should be read in conjunction with the 2007 annual consolidated financial statements and the notes attached thereto,

The interim condensed consolidated financial statements are prepared under the historical cost convention except for investments and financial instruments which are carried at fair value.

The interim condensed consolidated financial statements do not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition, results for the six month period ended June 30, 2008 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2008.

3. Acquisition of a Subsidiary:

On October 26, 2005, the Company acquired 100 per cent of the issued share capital of Salam Group W.L.L., at a purchase consideration of QR. 403,715,000 which was settled through issuance of 26,914,330 new shares of the Company and QR. 50 payable in cash to the partners of Salam Group W.L.L. (the "acquiree"). The new shares were issued at QR. 15 per share which included QR. 5 per share as premium. The residual amount of QR. 50 remains payable to the acquiree.

Salam Group W.L.L. comprises of five limited liability companies (Salam Group Companies) registered in Qatar, Jordan and certain other GCC countries. The Salam Group Companies are registered under different legal arrangements at their respective places of incorporation. However, Salam Group W.L.L. has taken all legal procedures necessary to secure its rights in all Salam Group Companies as the partners and shareholders of Salam Group Companies have signed irrevocable affidavits that Salam Group W.L.L., Qatar fully owns these companies.

Salam Group W.L.L. operates in diversified activities mainly retailing of consumer products, photographic equipment, fashion wear, perfumery, advertising and design and rental of real estate.

This transaction has been accounted for by the purchase method of accounting. The net assets at fair value acquired in the transaction, and the discount on acquisition arising, are as follows:

	Fair value
	QR
Net assets acquired	419,639,631
Discount on acquisition	(15,924,631)
Total consideration	**403,715,000**
Net cash outflow arising on acquisition	
Cash and cash equivalents acquired	**(60,207,538)**

A complaint was filed by one of the shareholders regarding the evaluation procedures of Salam Group W.L.L. Accordingly it was agreed by the Ministry of Economy and Commerce and the Company to request the Civil Court to appoint one or more independent experts to verify the evaluation of Salam Group W.L.L. The civil court appointed the said experts.

On May 9, 2006 the Ministry of Economy and Commerce approved the listing of the new shares resulting from the above acquisition on the Doha Securities Market. The Ministry approved for Salam International Investment Limited to hold its shareholders' General Assembly Meeting for December 31, 2005 but asked the company to postpone absolving the chairman, vice chairman and the previous directors of the board from their responsibilities. Further, the Ministry also imposed temporary restriction on the chairman, vice chairman and directors of the previous board and the shareholders who have contributed for their shares in kind to trade in their shares until pending issues are resolved. The shareholders held their annual General Assembly Meeting on June 11, 2006 and approved unanimously the financial statements and all items on the agenda.

On December 9, 2007 the Ministry of Economy and Commerce approved for Salam International Investment Limited to hold its shareholders' General Assembly Meeting to absolve the 2005 Board members from their responsibilities and to remove the temporary restriction on the previous Board members and the shareholders who have contributed their shares in kind to trade in their shares. The ministry also approved the withdrawal of the request submitted to the Civil Court to appoint one or more independent experts to verify the evaluation of Salam Group W.L.L. The Company however decided not to withdraw the request, and the report of the independent expert was eventually submitted to the court on December 27, 2007.

The shareholders held their General Assembly Meeting with regard to the above on January 22, 2008 and approved in majority all items on the agenda.

On February 27, 2008 the civil court issued its ruling to adjust the value of the assets acquired from Salam Group W.L.L from QR. 403.7 million to QR. 408.5 million. However, the previous owners of Salam Group W.L.L irrevocably relinquished their rights to claim for the increase in value of about QR. 5 million.

The shareholders held their extraordinary general assembly meeting on March 10, 2008 and unanimously approved the following items on the agenda:

- Approve the decision taken by the previous owners of Salam Group W.L.L to irrevocably relinquish their rights to claim for the increase in value of about QR. 5 million in favor of the Company.

- Ratify the value of the assets acquired from Salam Group W.L.L as approved by the previous extraordinary general assembly meeting held on October 26, 2005 in the amount of about QR 403.7 million.

- Absolve the previous owners of Salam Group W.L.L from their liabilities as well as the experts from their responsibilities for the services rendered to the Company and its subsidiaries.

4. Segment Information:

The Company operates in the areas of communication, information technology industry, oil and gas services, contracting, real estate services and trade. For management purposes, the Company is organized into three geographical segments; the domestic market in Qatar and the regional market in Jordan and the GCC countries, mainly the United Arab Emirates. Transactions between segments are conducted at estimated market rates, as approved by management, and are eliminated on consolidation. The following table shows the distribution of the Company's revenue, expenditure and certain assets and liabilities information:

	Six Month Period Ended June 30, 2008 (Reviewed)				Six Month Period Ended June 30, 2007 (Reviewed)			
	Qatar QR	GCC QR	Others QR	Total QR	Qatar QR	GCC QR	Others QR	Total QR
Operating income								
From external customers	553,770,899	229,627,291	1,338,694	784,736,884	389,079,126	168,854,151	1,509,493	559,442,770
Inter-segment	42,393,863	2,321,948	--	44,715,811	24,789,533	1,583,736	--	26,373,269
Total revenue	596,164,762	231,949,239	1,338,694	829,452,695	413,868,659	170,437,887	1,509,493	585,816,039
Results								
Geographical results	93,551,151	2,949,675	1,367,604	97,868,430	42,654,445	8,367,460	353,870	51,375,775
Net profit				97,868,430				51,375,775
Assets and liabilities								
Segment assets	1,806,714,505	602,318,157	50,287,893	2,459,320,555	1,575,401,153	476,571,700	50,135,316	2,102,108,169
Segment liabilities	505,351,599	498,246,352	1,471,815	1,005,069,766	569,362,268	287,359,155	3,401,355	860,122,778
Other segment information								
Capital expenditures:								
Tangible assets	25,983,447	36,527,346	--	62,510,793	89,346,453	38,458,383	2,768	127,807,604
Intangible assets	558,912	148,299	--	707,211	--	211,111	--	211,111
	26,542,359	36,675,645	--	63,218,004	89,346,453	38,669,494	2,768	128,018,715
Depreciation	12,271,974	9,595,881	38,552	21,906,407	9,615,230	4,040,438	123,399	13,779,067
Amortisation	1,281,033	256,595	--	1,537,628	1,245,149	195,532	--	1,440,681

5. Investment Properties:

	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
	QR.	QR.
Cost for the period/year:		
Opening balance	688,805,717	639,118,313
Additions (a)	2,843,130	65,446,347
Disposals	(81,527,231)	(15,758,943)
	610,121,616	**688,805,717**
Depreciation for the period/year:		
Opening balance	9,902,126	7,087,632
Charge for the period / year	1,441,877	2,818,040
Disposals	(496,059)	(3,546)
	10,847,944	**9,902,126**
Closing net book value	**599,273,672**	**678,903,591**

(a) During 2007, the Company acquired additional plots of land in Doha, Qatar and Dubai, UAE for future development.

6. Property, Plant and Equipment:

	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
	QR.	QR.
Cost for the period/year:		
Opening balance	466,149,562	344,801,919
Additions	59,667,663	132,220,932
Disposals	(3,218,007)	(10,873,289)
	522,599,218	**466,149,562**
Depreciation for the period/year:		
Opening balance	122,724,620	100,427,931
Charge for the period / year	21,363,252	29,441,413
Disposals	(1,943,474)	(7,144,724)
	142,144,398	**122,724,620**
Closing net book value	**380,454,820**	**343,424,942**

The depreciation charges have been allocated as follows:

	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
	QR.	QR.
Operating cost	898,722	1,821,041
Depreciation	20,464,530	27,620,372
	21,363,252	**29,441,413**

7. Investment Income:

	For the three month period ended June 30,		For the six month period ended June 30,	
	2008 (Reviewed)	2007 (Reviewed)	2008 (Reviewed)	2007 (Reviewed)
	QR.	QR.	QR.	QR.
Rental income from investment properties	13,035,133	9,702,432	23,841,014	19,048,501
Profit on sale of investment	6,254,616	--	6,352,715	--
Profit on sale of trading securities	2,953,015	--	766,138	--
Gain on sale of investment properties	6,603,013	--	40,891,688	--
Interest income	708,970	199,744	1,335,847	571,590
Income from investment in associate	817,107	1,287,618	1,782,454	2,252,965
Dividend income	1,748,536	770,544	3,939,238	3,233,776
Total	**32,120,390**	**11,960,338**	**78,909,094**	**25,106,832**

8. Cash and Cash Equivalents:

For the purposes of the consolidated cash flow statement, cash and cash equivalents include bank balances and cash, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the financial period as shown in the consolidated cash flow statement can be reconciled to the related items in the consolidated balance sheet as follows:

	June 30, 2008 (Reviewed)	June 30, 2007 (Reviewed)
	QR.	QR.
Bank balances and cash	77,986,959	47,879,161
Due to banks	(182,526,529)	(117,057,818)
Net	**(104,539,570)**	**(69,178,657)**

9. Contingent Liabilities:

	June 30, 2008 (Reviewed)	December 31, 2007 (Audited)
	QR.	QR.
Letters of Credit	76,821,365	68,579,533
Letters of Guarantees	256,078,574	166,718,104

10. Key Management Remuneration

The remuneration of key management personnel during the period was as follows:

	For the six month period ended June 30,	
	2008 (Reviewed)	2007 (Reviewed)
	QR.	QR.
Executives and General Managers' bonus	3,707,842	1,994,700
Salaries and other benefits	10,127,668	8,993,871
End of service benefits	276,729	252,191
Total	**14,112,239**	**11,240,762**

11. Related Parties Transactions:

These represent transactions with related parties, i.e., the major shareholders, senior management of the Company and the companies of which they are the principal owners. The transactions with related parties consist principally of rent, purchase of computer software and accounting services. Pricing policies and terms of these transactions are conducted at terms approved by management.

During the period, the subsidiaries of the Company entered into the following trading transactions with related parties that are not members of the Group:

	For the six month period ended June 30,	
	2008 (Reviewed)	**2007 (Reviewed)**
	QR.	**QR.**
Operating Income	1,837,540	3,451,440
Operating cost	1,484,711	1,443,371
Rental Income from Investment properties	6,326,310	5,039,000
Other income	120,638	123,806
Other expense	715,734	14,000

12. Comparative Figures:

Certain figures for prior period have been reclassified to conform to current period's presentation.