

Aamal Company Q.S.C.

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

30 June 2009

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF AAMAL COMPANY Q.S.C.

Introduction

We have reviewed the accompanying interim condensed consolidated financial statements of Aamal Company Q.S.C. (the “Company”) and its subsidiaries (together referred to as the “Group”) as at 30 June 2009, comprising of the interim consolidated statement of financial position as at 30 June 2009 and the related interim consolidated statements of comprehensive income, cash flows and changes in equity for the six month period then ended and explanatory notes. The 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” (“IAS 34”). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements 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, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Firas Qoussous
of Ernst & Young
Auditor's Registration No. 236

Date: 28 July 2009
Doha

Aamal Company Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2009

	<i>Notes</i>	30 June 2009 (Unaudited) QR	31 December 2008 (Audited) QR
ASSETS			
Current assets			
Cash and bank balances		513,939,796	561,623,552
Accounts receivable and prepayments		221,135,620	157,404,159
Amounts due from related parties		39,240,262	6,189,946
Inventories		<u>85,961,724</u>	<u>56,927,136</u>
		860,277,402	782,144,793
Non-current assets			
Capital expenditure advances		25,921,010	34,342,286
Investment in associates	4	5,493,314	5,110,000
Investment properties	5	4,741,067,898	4,737,941,729
Properties under development	6	77,574,224	-
Property, plant and equipment	7	<u>170,423,709</u>	<u>101,304,087</u>
		5,020,480,155	4,878,698,102
TOTAL ASSETS		<u>5,880,757,557</u>	<u>5,660,842,895</u>
LIABILITIES AND EQUITY			
Current liabilities			
Accounts payable and accruals		156,916,843	113,744,754
Amounts due to related parties		21,994,630	45,548,659
Interest bearing loans and borrowings	8	103,299,801	73,186,050
Bank overdrafts		<u>345,422</u>	<u>5,945,879</u>
		282,556,696	238,425,342
Non-current liabilities			
Interest bearing loans and borrowings	8	773,062,530	766,949,356
Employees' end of service benefits		<u>11,419,664</u>	<u>9,715,152</u>
		784,482,194	776,664,508
Total liabilities		<u>1,067,038,890</u>	<u>1,015,089,850</u>
Equity attributable to share holders of the parent			
Share capital		3,795,000,000	3,795,000,000
Legal reserve		144,780,615	144,780,615
General reserve		26,365,990	26,365,990
Retained earnings		<u>781,150,561</u>	<u>613,364,755</u>
		4,747,297,166	4,579,511,360
Non-controlling interests		<u>66,421,501</u>	<u>66,241,685</u>
Total equity		<u>4,813,718,667</u>	<u>4,645,753,045</u>
TOTAL LIABILITIES AND EQUITY		<u>5,880,757,557</u>	<u>5,660,842,895</u>

Sheikh Faisal Bin Qassim Al-Thani
Chairman

Tarek Mahmoud El Sayed
Vice Chairman

Mohammad Ramahi
Chief Finance Officer

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

Aamal Company Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2009

	Notes	<i>For the six months ended</i>	
		<i>30 June</i>	
		<i>2009</i>	<i>2008</i>
		<i>(Unaudited)</i>	
		<i>QR</i>	<i>QR</i>
Revenue	14	353,559,033	327,671,182
Direct costs		(201,879,915)	(199,670,467)
GROSS PROFIT		151,679,118	128,000,715
Other income		17,510,248	25,906,402
Marketing and promotion expenses		(5,960,820)	(5,312,059)
General and administration expenses		(33,452,111)	(31,759,332)
Depreciation		(5,737,472)	(5,537,553)
Finance costs		(22,323,324)	(35,512,464)
Share of results of associates	4	383,314	-
PROFIT BEFORE FAIR VALUE GAINS ON INVESTMENT PROPERTIES		102,098,953	75,785,709
Net fair value gains on investment properties	5	65,671,669	143,876,370
PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		167,770,622	219,662,079
Attributable to:			
Shareholders of the parent		167,785,806	218,497,412
Non-controlling interests		(15,184)	1,164,667
		167,770,622	219,662,079
BASIC AND DILUTED EARNINGS PER SHARE (attributable to share holders of the parent)	9	0.44	0.58

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

Aamal Company Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2009

		<i>For the six months ended</i>	
		30 June	
		2009	2008
		<i>(Unaudited)</i>	
<i>Notes</i>		QR	QR
OPERATING ACTIVITIES			
	Profit for the period	167,770,622	219,662,079
	Adjustments for:		
	Net fair value gains on investment properties	(65,671,669)	(143,876,370)
	Depreciation	7,861,868	5,537,553
	Provision for employees' end of service benefits	2,122,269	2,192,316
	Interest income	(16,398,528)	(25,004,832)
	Profit on disposal of plant and equipment	(8,856)	(237,482)
	Share of results of associates	(383,314)	-
	Finance costs	22,323,324	35,512,464
	Operating profit before working capital changes:	117,615,716	93,785,728
	Inventories	(29,034,588)	(12,077,111)
	Accounts receivable and prepayments	(63,731,461)	(37,579,741)
	Accounts payable and accruals	43,172,089	11,756,024
	Net movement in amounts due from and due to related parties	(56,604,345)	310,243,746
	Cash from operations	11,417,411	366,128,646
	Finance costs paid	(22,232,712)	(35,512,464)
	End of service benefits paid	(417,757)	(634,574)
	Net cash (used in) from operating activities	(11,233,058)	329,981,608
INVESTING ACTIVITIES			
	Additions to property, plant and equipment	(69,075,698)	(11,394,292)
	Additions to investment properties	-	(739,230)
	Additions to properties under development	(15,028,724)	-
	Proceeds from disposal of plant and equipment	524,340	755,912
	Interest income received	16,398,528	25,004,832
	Net cash (used in) from investing activities	(67,181,554)	13,627,222
FINANCING ACTIVITIES			
	Proceeds from interest bearing loans and borrowings	49,155,829	15,000,000
	Repayment of interest bearing loans and borrowings	(13,019,516)	(448,969,644)
	Non-controlling interest holders' contributions	195,000	-
	Dividend paid	-	(345,000,000)
	Net cash from (used in) financing activities	36,331,313	(778,969,644)
	DECREASE IN CASH AND CASH EQUIVALENTS	(42,083,299)	(435,360,814)
	Cash and cash equivalents at 1 January	555,677,673	988,715,060
	CASH AND CASH EQUIVALENTS AT 30 JUNE	513,594,374	553,354,246

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

Aamal Company Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2009

	<i>Equity attributable to share holders of the parent</i>					<i>Non-controlling interests</i> <i>QR</i>	<i>Total equity</i> <i>QR</i>
	<i>Share capital</i> <i>QR</i>	<i>Legal reserve</i> <i>QR</i>	<i>General reserve</i> <i>QR</i>	<i>Retained earnings</i> <i>QR</i>	<i>Total</i> <i>QR</i>		
At 1 January 2009 (Audited)	3,795,000,000	144,780,615	26,365,990	613,364,755	4,579,511,360	66,241,685	4,645,753,045
Profit and total comprehensive income for the period	-	-	-	167,785,806	167,785,806	(15,184)	167,770,622
Contributions	-	-	-	-	-	195,000	195,000
At 30 June 2009 (Unaudited)	<u>3,795,000,000</u>	<u>144,780,615</u>	<u>26,365,990</u>	<u>781,150,561</u>	<u>4,747,297,166</u>	<u>66,421,501</u>	<u>4,813,718,667</u>
	<i>Equity attributable to share holders of the parent</i>					<i>Non-controlling interests</i> <i>QR</i>	<i>Total equity</i> <i>QR</i>
	<i>Share capital</i> <i>QR</i>	<i>Legal reserve</i> <i>QR</i>	<i>General reserve</i> <i>QR</i>	<i>Retained earnings</i> <i>QR</i>	<i>Total</i> <i>QR</i>		
At 1 January 2008 (Audited)	3,450,000,000	82,597,225	-	741,783,674	4,274,380,899	51,304,013	4,325,684,912
Profit and total comprehensive income for the period	-	-	-	218,497,412	218,497,412	1,164,667	219,662,079
Issue of bonus shares (Note 10)	345,000,000	-	-	(345,000,000)	-	-	-
Dividend paid during the period (Note 10)	-	-	-	(345,000,000)	(345,000,000)	-	(345,000,000)
At 30 June 2008 (Unaudited)	<u>3,795,000,000</u>	<u>82,597,225</u>	<u>-</u>	<u>270,281,086</u>	<u>4,147,878,311</u>	<u>52,468,680</u>	<u>4,200,346,991</u>

The attached notes 1 to 14 form part of these interim condensed consolidated financial statements

1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES

Aamal was formed on 13 January 2001 as a private shareholding company with limited liability (W.L.L.) under the commercial registration number 23245 in the State of Qatar. On 12 July 2007, the private shareholders resolved to transform the Company into a Qatari Shareholding Company (Q.S.C.). Accordingly, the Company was listed in Doha Stock Market on 5 December 2007. The Company's registered office is at P.O. Box 22744, Doha, State of Qatar.

Aamal is organised into a head office (Aamal) and branches and operates in the State of Qatar. The following table sets out the principal activities of the branches:

Branches	Principal activities
City Center Qatar Branch	Leasing the facilities of the retail outlets complex in City Center Doha.
Aamal Real Estate Branch	Residential and commercial real estate investment and property rental.
Aamal Readymix Branch	Production and sale of readymix concrete.
Ebn Sina Medical Branch	Wholesale and retail distribution of pharmaceuticals and general consumable products.
Aamal Medical Branch	Wholesale distribution of medical equipment
Aamal Trading and Distribution Branch	Sale of tyres, lubricants and equipment relating to hospitality and cleaning industries.
Aamal Services Branch	Providing housekeeping and cleaning services and trading in cleaning machinery.
Aamal Travels Branch	Operating a travel agency.
Aamal for Industries Projects Branch	Industrial investments
Bottega Verda	Trading perfumes and cosmetics
Ebn Sina Establishment Branch	Retail distribution of pharmaceutical and consumable items.
Foot Care Center Branch	Retail distribution of consumable items and offering therapeutic services including biomechanical foot assessment and treatments.

The interim condensed consolidated financial statements comprise the financial statements of Aamal Company Q.S.C. ("the Company") and its subsidiaries (the "Group").

The principal subsidiaries of the Group are as follows:

Aamal Cement Industries W.L.L.

On 26 July 2007, the Group incorporated and held 99% of the ownership interest of Aamal Cement Industries W.L.L. registered in the State of Qatar. It is engaged in the development and management of factories and the production of curb stone, interlock slabs and cement bricks.

IMO Qatar Company W.L.L.

On 5 August 2007, the Group incorporated and held 60% of the ownership interest of IMO Qatar Company W.L.L. registered in the State of Qatar. It is engaged in the business of construction and repair of power plant, establishment and management of industrial enterprises and acting as a representative for the international companies.

1 CORPORATE INFORMATION AND PRINCIPAL ACTIVITIES (continued)

Senyar Industries Qatar Holding W.L.L.

On 5 September 2007, the Group incorporated and held 50% of the ownership interest of Senyar Industries Qatar Holding W.L.L. registered in the State of Qatar. It is engaged in the management of subsidiaries and associates, owning of patents, businesses and subletting them and provision of investment portfolio management to its subsidiaries and associates. The Group has the power to govern financial and operating policies of the Company and accordingly, the Company was considered as a subsidiary of the Group.

Doha Cables Qatar W.L.L.

On 25 September 2008, the Group incorporated and held 42.5% of the effective ownership interest of Doha Cables Qatar W.L.L., registered in the State of Qatar. It is engaged in the business of maintenance and merchandise of electric cables, equipment and tools. The Group has the power, indirectly through Senyar Industries Qatar Holding W.L.L., to govern financial and operating policies of the Company and accordingly, the Company was considered as a subsidiary of the Group.

The interim condensed consolidated financial statements were authorised for issue by the management representatives of Aamal Company Q.S.C. on behalf of Board of Directors on 28 July 2009.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The interim condensed consolidated financial statements for the six months ended 30 June 2009 have been prepared in accordance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting" ("IAS 34") and have been prepared in Qatar Riyals, which is the Group's functional currency.

The interim condensed consolidated financial statements do not include all information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2008 and the notes attached thereto. In addition, results for the six months ended 30 June 2009 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2009.

2.2 SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2008, except for the adoption of new standards as noted below:

IAS 1 Presentation of Financial Statements (Revised)

The revised standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with non-owner changes in equity presented as a single line. In addition, the standard introduces the statement of comprehensive income: it presents all items of recognised income and expense, either in one single statement, or in two linked statements. The Group has elected to present one single statement.

IFRS 8 Operating Segments

This standard requires disclosure of information about the Group's operating segments and replaces the requirement to determine primary (business) and Secondary (geographical) reporting segments of the Group. Adoption of this standard did not have any effect on the financial position or performance of the Group, but will result in identification of new reportable segments. In addition the segments are reported in a manner that is more consistent with the internal reporting provided to the Chief Operating Decision Maker.

2 BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

2.2 SIGNIFICANT ACCOUNTING POLICIES (continued)

IAS 23 (Revised) Borrowing Costs

The standard has been revised to require capitalisation of borrowing costs when such costs relate to qualifying asset. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. The Group had already adopted the policy of capitalising borrowing costs on qualifying assets and hence adoption of this standard did not have any impact on the financial performance or financial position of the Group.

Amendments to International Financial Reporting Standard 7 - Financial Instruments: Disclosures

The amendments issued in March 2009 applicable for annual periods beginning 1 January 2009 require enhanced disclosures about fair value measurements and liquidity risk. The adoption of this amendment did not have any impact on the financial position or performance of the Group, but will result in enhanced disclosures about fair value measurements and liquidity risk.

3 CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the interim consolidated statement of cash flows include the following balances:

	<i>30 June 2009</i>	<i>30 June 2008</i>
	<i>(Unaudited)</i>	
	<i>QR</i>	<i>QR</i>
Cash and bank balances	513,939,796	560,490,653
Bank overdrafts	(345,422)	(7,136,407)
	<u>513,594,374</u>	<u>553,354,246</u>

4 INVESTMENT IN ASSOCIATES

The following table presents the summarised financial information of the Group's investment in the associates.

	<i>30 June 2009 (Unaudited) QR</i>	<i>31 December 2008 (Audited) QR</i>
Share of associates' statement of financial position:		
Current assets	5,841,419	5,110,000
Non-current assets	1,048,590	-
Current liabilities	(1,396,695)	-
Carrying value of the investment	<u>5,493,314</u>	<u>5,110,000</u>
	<i>For the six months ended 30 June</i>	
	<i>2009</i>	<i>2008</i>
	<i>(Unaudited)</i>	
	<i>QR</i>	<i>QR</i>
Share of associates' revenues and results:		
Revenues	<u>383,450</u>	-
Results	<u>383,314</u>	-

5 INVESTMENT PROPERTIES

	<i>Land QR</i>	<i>Buildings QR</i>	<i>Total 30 June 2009 (Unaudited) QR</i>	<i>Total 31 December 2008 (Audited) QR</i>
At beginning of the period/year	3,031,715,988	1,706,225,741	4,737,941,729	4,264,105,668
Additions during the period/year	-	-	-	1,689,498
Transferred to properties under development	(62,545,500)	-	(62,545,500)	-
Net fair value gain from fair valuations	<u>53,551,762</u>	<u>12,119,907</u>	<u>65,671,669</u>	<u>472,146,563</u>
At the end of the period/year	<u>3,022,722,250</u>	<u>1,718,345,648</u>	<u>4,741,067,898</u>	<u>4,737,941,729</u>

Notes:

- (i) Investment properties are stated at fair value, which has been determined based on valuations performed by an accredited independent valuer, in 31 May 2009 and in 30 September 2008 for the current period and previous year respectively. The valuer is an industry specialist in valuing these types of investment properties. The fair value represents the amount at which the assets could be exchanged between a knowledgeable, willing buyer and a knowledgeable willing seller in an arm's length transaction at the date of valuation.
- (ii) Investment properties are located in the State of Qatar.
- (iii) Included in investment properties, certain properties with the fair value of QR 1,079,033,250 at 30 June 2009 (31 December 2008: QR 1,079,033,250) are held in the name of chairman as these properties have been pledged for a term loan obtained from a bank for and on behalf of the Group. These properties' ownership interests and title deed will be transferred to the Group upon settlement of pledged loan. The interim condensed consolidated financial statements have been prepared on the basis that the beneficial interest of these assets resides with the Group.

Aamal Company Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2009

6 PROPERTIES UNDER DEVELOPMENT

	<i>Land QR</i>	<i>Capital work in progress QR</i>	<i>Total 30 June 2009 (Unaudited) QR</i>	<i>Total 31 December 2008 (Audited) QR</i>
Transferred from investment properties	62,545,500	-	62,545,500	-
Additions during the period/year	<u>-</u>	<u>15,028,724</u>	<u>15,028,724</u>	<u>-</u>
Balance at the end of the period/year	<u><u>62,545,500</u></u>	<u><u>15,028,724</u></u>	<u><u>77,574,224</u></u>	<u><u>-</u></u>

7 PROPERTY, PLANT AND EQUIPMENT

	<i>30 June 2009 (Unaudited) QR</i>	<i>31 December 2008 (Audited) QR</i>
Cost:		
Balance at the beginning of the period/year	165,568,240	132,085,361
Additions during the period/year	77,496,974	34,471,773
Disposals during the period/year	(2,678,007)	(1,015,273)
Reclassifications	<u>-</u>	<u>26,379</u>
Balance at the end of the period/year	<u>240,387,207</u>	<u>165,568,240</u>
Accumulated depreciation:		
Balance at the beginning of the period/year	64,264,153	53,416,292
Depreciation for the period/year	7,861,868	11,379,310
Relating to disposals during the period/year	(2,162,523)	(557,828)
Reclassifications	<u>-</u>	<u>26,379</u>
Balance at the end of the period/year	<u>69,963,498</u>	<u>64,264,153</u>
Net carrying amount at the end of the period/year	<u><u>170,423,709</u></u>	<u><u>101,304,087</u></u>

8 INTEREST BEARING LOANS AND BORROWINGS

	<i>30 June 2009 (Unaudited) QR</i>	<i>31 December 2008 (Audited) QR</i>
Long term loans	877,066,094	840,929,781
Less: Deferred financing costs	(703,763)	(794,375)
	<u>876,362,331</u>	<u>840,135,406</u>

Presented in the statement of financial position as follows:

Current portion	103,299,801	73,186,050
Non-current portion	<u>773,062,530</u>	<u>766,949,356</u>
	<u>876,362,331</u>	<u>840,135,406</u>

Notes:

- (i) The long term loans include a bank loan drawn down during the period amounting to QR 13,969,688 under a facility of QR 213,000,000 obtained by a subsidiary company. The facility shall be available for drawn down and issuance of letters of credit from 7 April 2009 until 30 September 2009. The purpose of loan is to finance the direct payment to suppliers, contractors and sub-contractors relating to a factory currently under construction. The loan is secured by the joint and several corporate guarantees of the shareholders and the assignment in favor of the Bank of the insurance proceeds covering the property, plant and equipment financed by the Bank. The loan carries interest at commercial market rate and is repayable in eight equal semi-annual installments of QR 26,625,000 with effect from 1 January 2011.
- (ii) The long term loans also include a bank loan drawn down during the period amounting to QR 35,186,141 out of a facility of QR 84,000,000 for construction of an investment property. The loan is secured by a primary mortgage over the same property, personal guarantee of the Chairman and corporate guarantee of the Group. The loan carries interest at commercial market rate and is payable in quarterly instalments starting from the end of the second year of completion of construction.

9 BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit for the period by the weighted average number of ordinary shares outstanding during the period. There were no potentially diluted shares outstanding at any time during the period and therefore, the diluted earning per share is equal to the basic earning per share.

	<i>For the six months ended</i>	
	30 June	
	2009	2008
	<i>(Unaudited)</i>	
Profit for the period attributable to shareholders of the parent (QR)	<u>167,785,806</u>	<u>218,497,412</u>
Weighted average number of shares outstanding during the period	<u>379,500,000</u>	<u>379,500,000</u>
Basic and diluted earnings per share (QR)	<u>0.44</u>	<u>0.58</u>

10 DIVIDEND AND BONUS SHARES

Dividend:

The Group has not paid any dividend for the six months ended 30 June 2009 (30 June 2008: QR 345,000,000).

Bonus shares:

The Group has not issued and capitalised any bonus shares for the six months ended 30 June 2009 (30 June 2008: QR 345,000,000).

11 COMMITMENTS

	<i>30 June</i>	<i>31 December</i>
	2009	2008
	<i>(Unaudited)</i>	<i>(Audited)</i>
	QR	QR
Estimated capital expenditure budgeted and approved for at the statement of financial position date but not provided for:		
Investment properties	5,280,000	-
Property, plant and equipment	<u>71,408,364</u>	<u>110,102,288</u>
	<u>76,688,364</u>	<u>110,102,288</u>

12 CONTINGENT LIABILITIES

The Group had the following contingent liabilities from which it is anticipated that no material liabilities will arise.

	<i>30 June 2009 (Unaudited) QR</i>	<i>31 December 2008 (Audited) QR</i>
Letters of guarantee	<u>170,526,705</u>	<u>60,731,016</u>
Letters of credit	<u>19,101,772</u>	<u>20,336,288</u>

13 RELATED PARTY DISCLOSURES

Related party transactions

Related parties represent associated companies, major shareholders and key management personnel of the Group, and companies of which they are principal owners. Pricing policies and terms of these transactions are approved by the Group's management. Transactions with related parties included in the interim condensed consolidated financial statements are as follows:

	<i>For the six months ended 30 June</i>	
	<i>2009 (Unaudited) QR</i>	<i>2008 QR</i>
Sale of goods	<u>5,325,275</u>	<u>22,073,481</u>
Rental income	<u>1,090,779</u>	<u>593,504</u>
Purchase of goods and services	<u>20,574,074</u>	<u>13,220,512</u>
Interest income	<u>-</u>	<u>2,753,204</u>

Compensation of key management personnel

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

	<i>For the six months ended 30 June</i>	
	<i>2009 (Unaudited) QR</i>	<i>2008 QR</i>
Short-term benefits	<u>2,447,947</u>	<u>1,888,951</u>
Employees' end of service benefits	<u>448,743</u>	<u>55,991</u>
	<u>2,896,690</u>	<u>1,944,942</u>

14 SEGMENT INFORMATION

For management reporting purposes, the Group is organised into three major operating segments and the head office as mentioned below, based on their nature of the activities.

Real estate:

The segment consists of City Center Qatar Branch and Aamal Real Estate Branch which are involved in leasing the facilities of retail outlet complex, real estate investments and property rental businesses.

Manufacturing and Trading:

The segment involves in manufacture, whole sale and/or retail distribution of pharmaceutical and consumable items, medical equipment, tyres and lubricants, perfumes and cosmetic items, electric cables and tools, readymix concrete and cement blocks. The segment includes the following entities:

Aamal Readymix Branch
Ebn Sina Medical Branch
Aamal Medical Branch
Aamal Trading and Distribution Branch
Bottega Verda Qatar Branch
Ebn Sina Establishment Branch
Foot Care Center Branch
Aamal Cement Industries W.L.L
Doha Cables Qatar W.L.L

Services:

The segment involves in provision of housekeeping and cleaning services, industrial investment services, acting as travel agents, repair and construction of power plants, management of industrial enterprises and investment portfolios. The segment includes the following entities:

Aamal Travels Branch
Aamal Services Branch
Senyar Industries Qatar Holding W.L.L
IMO Qatar Company W.L.L
Aamal for Industries Projects Branch

Head office:

It provides corporate services to the branches and subsidiaries of the Group.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss of these segments. Transfer pricing between operating segments are on arm's length basis in a manner similar to transactions with third parties.

Aamal Company Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2009

14 SEGMENT INFORMATION (continued)

Operating segments:

The following table presents revenue and profit information regarding the Groups operating segments for the six months period ended 30 June 2009 and 2008.

	<i>Six months ended 30 June 2009</i>					
	<i>(Unaudited)</i>					
	<i>Real estate</i> <i>QR</i>	<i>Manufacturing</i> <i>and trading</i> <i>QR</i>	<i>Services</i> <i>QR</i>	<i>Head office</i> <i>QR</i>	<i>Eliminations</i> <i>QR</i>	<i>Total</i> <i>QR</i>
Revenues						
- External parties	87,143,362	255,756,230	10,659,441	-	-	353,559,033
- Inter segments	484,888	4,068,376	2,148,936	-	⁽ⁱ⁾ (6,702,200)	-
	<u>87,628,250</u>	<u>259,824,606</u>	<u>12,808,377</u>	<u>-</u>	<u>(6,702,200)</u>	<u>353,559,033</u>
Operating results	61,257,217	41,842,929	3,622,125	(4,623,318)	-	102,098,953
Fair value gains	65,671,669	-	-	-	-	65,671,669
Profit (loss) for the period	<u>126,928,886</u>	<u>41,842,929</u>	<u>3,622,125</u>	<u>(4,623,318)</u>	<u>-</u>	<u>167,770,622</u>
Depreciation	247,612	7,141,476	417,621	55,159	-	7,861,868
	<i>Six months ended 30 June 2008</i>					
	<i>(Unaudited)</i>					
	<i>Real estate</i> <i>QR</i>	<i>Manufacturing</i> <i>and trading</i> <i>QR</i>	<i>Services</i> <i>QR</i>	<i>Head office</i> <i>QR</i>	<i>Eliminations</i> <i>QR</i>	<i>Total</i> <i>QR</i>
Revenues						
- External parties	78,175,483	242,022,747	7,472,952	-	-	327,671,182
- Inter segments	484,601	3,591,889	4,223,772	-	⁽ⁱ⁾ (8,300,262)	-
	<u>78,660,084</u>	<u>245,614,636</u>	<u>11,696,724</u>	<u>-</u>	<u>(8,300,262)</u>	<u>327,671,182</u>
Operating results	54,367,200	29,723,274	3,118,718	(11,423,483)	-	75,785,709
Fair value gains	143,876,370	-	-	-	-	143,876,370
Profit (loss) for the period	<u>198,243,570</u>	<u>29,723,274</u>	<u>3,118,718</u>	<u>(11,423,483)</u>	<u>-</u>	<u>219,662,079</u>
Depreciation	207,653	4,955,590	322,836	51,474	-	5,537,553

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2009

14 SEGMENT INFORMATION (continued)

Operating segments (continued):

The following table presents assets and liabilities information regarding the Groups operating segments as at 30 June 2009 and 31 December 2008.

	<i>As at 30 June 2009 (Unaudited)</i>					<i>As at 31 December 2008 (Audited)</i>				
	<i>Real estate</i>	<i>Manufacturing and trading</i>	<i>Services</i>	<i>Head office</i>	<i>Total</i>	<i>Real estate</i>	<i>Manufacturing and trading</i>	<i>Services</i>	<i>Head office</i>	<i>Total</i>
	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>	<i>QR</i>
Current assets	448,315,235	279,943,193	75,259,445	56,759,529	860,277,402	447,068,144	216,843,386	103,492,358	14,740,905	782,144,793
Non current assets	4,742,053,096	95,818,325	99,328,656	83,280,078	5,020,480,155	4,738,148,819	132,939,732	2,250,845	5,358,706	4,878,698,102
Total assets	5,190,368,331	375,761,518	174,588,101	140,039,607	5,880,757,557	5,185,216,963	349,783,118	105,743,203	20,099,611	5,660,842,895
Current liabilities	87,053,126	140,072,882	22,873,268	32,557,420	282,556,696	62,055,631	106,272,810	4,976,867	65,120,034	238,425,342
Non current liabilities	286,962,274	20,152,898	15,257,411	462,109,611	784,482,194	300,362,146	23,458,999	1,152,346	451,691,017	776,664,508
Total liabilities	374,015,400	160,225,780	38,130,679	494,667,031	1,067,038,890	362,417,777	129,731,809	6,129,213	516,811,051	1,015,089,850
Capital expenditure ⁽ⁱⁱ⁾	1,025,720	76,177,388	274,873	15,047,717	92,525,698	1,770,722	32,783,428	1,464,662	142,459	36,161,271

Notes:

- (i) Inter-segment revenues are eliminated on consolidation.
- (ii) Capital expenditures consist of additions to property, plant and equipment, investment properties and properties under development