

Aamal Company Q.S.C.

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

30 June 2011

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS TO THE SHARE HOLDERS 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 2011, comprising of the interim consolidated statement of financial position as at 30 June 2011 and the related interim consolidated statements of comprehensive income, cash flows and changes in equity for the six months period then ended and 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” (“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 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: 1 August 2011
Doha

Aamal Company Q.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2011

	<i>30 June 2011 (Unaudited) QR</i>	<i>31 December 2010 (Audited) QR</i>
ASSETS		
Current assets		
Cash and bank balances	173,984,173	127,338,917
Accounts receivable and prepayments	651,491,219	391,199,748
Amounts due from related parties	107,215,715	77,008,942
Inventories	459,586,067	206,554,304
	<u>1,392,277,174</u>	<u>802,101,911</u>
Non-current assets		
Goodwill	109,132,500	109,132,500
Investment in associates	6,395,496	6,458,968
Investment properties	5,266,105,775	5,262,402,289
Property, plant and equipment	403,789,153	405,916,960
	<u>5,785,422,924</u>	<u>5,783,910,717</u>
TOTAL ASSETS	<u>7,177,700,098</u>	<u>6,586,012,628</u>
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable and accruals	399,182,738	241,216,617
Amounts due to related parties	70,760,445	59,866,034
Interest bearing loans and borrowings	647,696,388	313,210,987
Bank overdrafts	4,395,536	14,320,661
	<u>1,122,035,107</u>	<u>628,614,299</u>
Non-current liabilities		
Interest bearing loans and borrowings	455,143,058	475,248,226
Employees' end of service benefits	17,066,008	15,118,252
	<u>472,209,066</u>	<u>490,366,478</u>
Total liabilities	<u>1,594,244,173</u>	<u>1,118,980,777</u>
EQUITY		
Share capital	4,950,000,000	4,500,000,000
Legal reserve	221,369,877	221,369,877
General reserve	26,365,990	26,365,990
Retained earnings	261,521,003	608,202,768
	<u>5,459,256,870</u>	<u>5,355,938,635</u>
Equity attributable to owners of the parent	<u>5,459,256,870</u>	<u>5,355,938,635</u>
Non-controlling interests	124,199,055	111,093,216
Total equity	<u>5,583,455,925</u>	<u>5,467,031,851</u>
TOTAL LIABILITIES AND EQUITY	<u>7,177,700,098</u>	<u>6,586,012,628</u>

Sheikh Faisal Bin Qassim Al-Thani
Chairman

Tarek Mahmoud El Sayed
Managing Director

Mohammad Ramahi
Chief Financial Officer

The attached notes 1 to 13 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 2011

	<i>For the three months ended 30 June</i>		<i>For the six months ended 30 June</i>	
	<i>2011 (Unaudited) QR</i>	<i>2010 (Unaudited) QR</i>	<i>2011 (Unaudited) QR</i>	<i>2010 (Unaudited) QR</i>
Revenue	424,574,509	305,701,927	781,199,384	566,878,020
Direct costs	(318,640,515)	(211,565,537)	(571,572,752)	(388,052,818)
GROSS PROFIT	105,933,994	94,136,390	209,626,632	178,825,202
Other income	1,619,436	10,356,892	5,355,555	17,620,965
Marketing and promotion expenses	(2,421,724)	(2,694,199)	(4,719,031)	(5,970,716)
General and administrative expenses	(30,667,353)	(24,587,461)	(57,070,785)	(42,105,003)
Depreciation	(875,038)	(4,424,390)	(4,713,833)	(6,495,250)
Finance costs	(15,690,394)	(23,420,351)	(31,564,278)	(32,448,621)
Share of profits of associates	143,033	(15,839)	259,814	161,670
PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	58,041,954	49,351,042	117,174,074	109,588,247
Attributable to:				
Owners of the parent	50,725,531	41,930,755	103,318,235	98,414,126
Non-controlling interests	7,316,423	7,420,287	13,855,839	11,174,121
	58,041,954	49,351,042	117,174,074	109,588,247
BASIC AND DILUTED EARNINGS PER SHARE	0.10	0.08	0.21	0.20
(attributable to owners of the parent)				

The attached notes 1 to 13 form part of these interim condensed consolidated financial statements.

Aamal Company Q.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011