

## **Independent auditors' report on review of interim condensed consolidated financial statements**

To  
The Board of Directors  
Aamal Company Q.S.C.  
Doha  
State of Qatar

### **Introduction**

We have reviewed the accompanying consolidated statement of financial position of Aamal Company Q.S.C. (the "Company") and its subsidiaries (together referred to as the "Group") as at 30 June 2012, and the consolidated statements of comprehensive income, changes in equity and cash flows for the six months then ended, and explanatory notes (together referred to as the "interim condensed consolidated financial statements"). The Board of Directors of the Company is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with IAS 34 - *Interim Financial Reporting*. 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 – *Interim Financial Reporting*.

### **Other matter**

The Group's comparative consolidated audited financial statements as at and for the year ended 31 December 2011, and comparative reviewed interim condensed consolidated financial statements as at and for the six months ended 30 June 2011 were audited / reviewed by another auditor, whose audit report dated 31 March 2012 / review report dated 1 August 2011, expressed an unqualified audit opinion / review conclusion, respectively thereon.

13 August 2012  
Doha  
State of Qatar

Gopal Balasubramaniam  
KPMG  
Qatar Auditors Registry Number 251



Aamal Company Q.S.C.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2012

	<i>Notes</i>	<b>30 June 2012 (Reviewed) QR</b>	<b>31 December 2011 (Audited) QR</b>
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and bank balances		299,952,035	175,503,595
Accounts receivable and prepayments		623,525,627	667,944,691
Amounts due from related parties		196,269,561	211,572,003
Inventories		<u>424,092,943</u>	<u>439,562,235</u>
		<b>1,543,840,166</b>	<b>1,494,582,524</b>
<b>Non-current assets</b>			
Retention receivables		34,977,070	21,679,678
Goodwill		109,132,500	109,132,500
Available-for-sale investments		17,698	-
Investment in associates	5	2,209,156	7,011,140
Investment properties	6	5,694,210,162	5,551,835,348
Property, plant and equipment	7	<u>428,455,094</u>	<u>428,336,183</u>
		<b>6,269,001,680</b>	<b>6,117,994,849</b>
<b>TOTAL ASSETS</b>		<b><u>7,812,841,846</u></b>	<b><u>7,612,577,373</u></b>
<b>LIABILITIES AND EQUITY</b>			
<b>Current liabilities</b>			
Bank overdrafts		6,107,415	7,857,113
Accounts payable and accruals		549,654,925	702,079,602
Amounts due to related parties		75,569,012	81,947,467
Interest bearing loans and borrowings	8	<u>749,691,253</u>	<u>399,077,202</u>
		<b>1,381,022,605</b>	<b>1,190,961,384</b>
<b>Non-current liabilities</b>			
Interest bearing loans and borrowings	8	266,409,578	429,325,448
Employees' end of service benefits		<u>19,057,998</u>	<u>18,664,561</u>
		<b>285,467,576</b>	<b>447,990,009</b>
<b>Total liabilities</b>		<b><u>1,666,490,181</u></b>	<b><u>1,638,951,393</u></b>
<b>EQUITY</b>			
Share capital		5,445,000,000	4,950,000,000
Legal reserve		267,955,805	267,955,805
Treasury shares		(2,108,404)	-
Cumulative change in fair value		(1,359)	-
Retained earnings		<u>221,823,981</u>	<u>614,024,670</u>
<b>Equity attributable to owners of the parent</b>		<b>5,932,670,023</b>	<b>5,831,980,475</b>
Non-controlling interests		<u>213,681,642</u>	<u>141,645,505</u>
<b>Total equity</b>		<b><u>6,146,351,665</u></b>	<b><u>5,973,625,980</u></b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b><u>7,812,841,846</u></b>	<b><u>7,612,577,373</u></b>

Sheikh Faisal Bin Qassim Al-Thani  
Chairman

Tarek Mahmoud El Sayed  
Managing Director

Mohammad Ramahi  
Chief Financial Officer

Aamal Company Q.S.C.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months ended 30 June 2012

		<i>For the six months ended 30 June</i>	
		<i>2012</i>	<i>2011</i>
		<i>(Reviewed)</i>	<i>(Reviewed)</i>
<i>Notes</i>		<i>QR</i>	<i>QR</i>
	Revenue	<b>1,154,477,365</b>	781,199,384
	Direct costs	<b>(928,408,568)</b>	(571,572,752)
	<b>GROSS PROFIT</b>	<b>226,068,797</b>	209,626,632
	Other income	<b>3,565,962</b>	5,355,555
	Marketing and promotion expenses	<b>(12,627,920)</b>	(4,719,031)
	General and administrative expenses	<b>(64,686,723)</b>	(57,070,785)
	Depreciation	<b>(5,174,273)</b>	(4,713,833)
	Bargain purchase gain	<b>8,360,793</b>	-
	Finance costs	<b>(36,260,696)</b>	(31,564,278)
	Share of profits of associates	<b>198,016</b>	259,814
	<b>PROFIT FOR THE PERIOD</b>	<b>119,443,956</b>	117,174,074
	Other comprehensive income	<b>140,857</b>	-
	<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>119,584,813</b>	117,174,074
	Profit attributable to:		
	Owners of the parent	<b>102,799,311</b>	103,318,235
	Non-controlling interests	<b>16,644,645</b>	13,855,839
		<b>119,443,956</b>	117,174,074
	Total comprehensive income attributable to:		
	Owners of the parent	<b>102,797,952</b>	103,318,235
	Non-controlling interests	<b>16,786,861</b>	13,855,839
		<b>119,584,813</b>	117,174,074
	<b>BASIC AND DILUTED EARNINGS PER SHARE</b>	<b>0.19</b>	0.19
	(attributable to owners of the parent)		

