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**Interim Condensed Consolidated Financial Statements  
31 March 2011**

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**INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2011**

	Notes	31 Mar 2011 QR (Reviewed)	31 Dec 2010 QR (Audited)
<b>ASSETS</b>			
Cash and cash equivalents		396,539,363	529,591,925
Installments and dues from customers	3	1,153,655,016	916,874,423
Available for sale on financial investments	4	40,853,400	47,505,122
Inventory properties		62,514,245	360,107,846
Prepayments and other receivables		74,702,868	80,900,730
Property and equipment		92,074,611	91,858,555
<b>Total Assets</b>		<b>1,820,339,503</b>	<b>2,026,838,601</b>
<b>LIABILITIES</b>			
Accounts payables, accruals and other credit balances		177,774,408	262,840,117
Islamic financing under wakalah arrangements		138,959,102	141,723,377
Amount due on construction contracts	5	912,547,439	973,313,595
<b>Total Liabilities</b>		<b>1,229,280,949</b>	<b>1,377,877,089</b>
<b>EQUITY</b>			
Share capital		329,868,000	329,868,000
Legal reserve		143,062,409	143,062,409
Proposed dividend		--	98,960,400
Fair value reserve		(2,389,064)	(2,048,075)
Retained earnings		120,517,209	79,118,778
<b>Total Equity</b>		<b>591,058,554</b>	<b>648,961,512</b>
<b>Total Liabilities and Equity</b>		<b>1,820,339,503</b>	<b>2,026,838,601</b>

*These interim condensed consolidated financial statements were approved by the Board of Directors on 5th April 2011 and signed on its behalf by:*

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Sh. Falah Bin Jassim Bin Jabr Al-Thani

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Mr. Khalid Nasser Alhail  
Chief Executive Officer

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Chairman

THE ACCOMPANYING NOTES 1 TO 9 ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF INCOME**  
**FOR THE PERIOD ENDED 31 MARCH 2011**

	<u>Note</u>	For the three months ended 31 March 2011	For the three months ended 31 March 2010
<b><u>Income</u></b>		QR (Reviewed)	QR (Reviewed)
Income from Core Business		112,364,250	79,049,071
Profit from Investments and Deposits		7,906,776	12,939,070
Other income		12,491	--
<b>TOTAL INCOME</b>		<b>120,283,517</b>	<b>91,988,141</b>
<b><u>Expenses</u></b>			
Operating Expenses		(43,876,586)	(41,950,218)
General and Administration Expenses		(13,947,004)	(8,249,674)
<b>TOTAL EXPENSES</b>		<b>(57,823,590)</b>	<b>(50,199,892)</b>
<b>NET OPERATING INCOME</b>		<b>62,459,927</b>	<b>41,788,249</b>
Allowance for impairment on installments and due from customers		(20,000,000)	--
<b>PROFIT FOR THE PERIOD</b>		<b>42,459,927</b>	<b>41,788,249</b>
Basic and diluted Earnings per share	9	1.29	1.27

THE ACCOMPANYING NOTES 1 TO 9 ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31 MARCH 2011**

	<b>For the three months ended 31 March 2011</b>	<b>For the three months ended 31 March 2010</b>
	<b>QR (Reviewed)</b>	<b>QR (Reviewed)</b>
<b>Profit for the period</b>	<b>42,459,927</b>	<b>41,788,249</b>
<b>Other comprehensive income:</b>		
Changes in fair value reserve of available for sale investments	<b>(340,989)</b>	<b>3,055,431</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>42,118,938</b>	<b>44,843,680</b>

THE ACCOMPANYING NOTES 1 TO 9 ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MARCH 2011**

AMOUNTS IN QR						
	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
<b>Balance at 1 January 2010</b>	<b>329,868,000</b>	<b>125,079,787</b>	<b>65,973,600</b>	<b>(5,330,485)</b>	<b>22,986,473</b>	<b>538,577,375</b>
Dividends Paid (Note 6)	--	--	(65,973,600)	--	--	(65,973,600)
Provision for social contribution	--	--	--	--	(3,259,937)	(3,259,937)
Total comprehensive income for the period	--	--	--	3,055,431	41,788,249	44,843,680
<b>Balance at 31 March 2010</b>	<b>329,868,000</b>	<b>125,079,787</b>	<b>--</b>	<b>(2,275,054)</b>	<b>61,514,785</b>	<b>514,187,518</b>
	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
<b>Balance at 1 January 2011</b>	<b>329,868,000</b>	<b>143,062,409</b>	<b>98,960,400</b>	<b>(2,048,075)</b>	<b>79,118,780</b>	<b>648,961,514</b>
Dividends Paid (Note 6)	--	--	(98,960,400)	--	--	(98,960,400)
Provision for social contribution	--	--	--	--	(1,061,498)	(1,061,498)
Total comprehensive income for the period	--	--	--	(340,989)	42,459,927	42,118,938
<b>Balance at 31 March 2011</b>	<b>329,868,000</b>	<b>143,062,409</b>	<b>--</b>	<b>(2,389,064)</b>	<b>120,517,209</b>	<b>591,058,554</b>

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MARCH 2011**

	For the three months ended 31 March 2011	For the three months ended 31 March 2010
	QR (Reviewed)	QR (Reviewed)
<b>Cash flows from Operating Activities</b>		
Profit for the period	42,459,927	41,788,249
Adjustments for:		
Depreciation	3,548,199	3,530,812
Allowance for impairment on installments and due from customers	20,000,000	---
Loss on sale of property and equipment	108,583	---
Gain on sale of available for sale investments	(1,036,392)	(113,989)
Finance charges	2,098,184	3,100,055
	<b>67,178,501</b>	<b>48,305,127</b>
<b>Changes in operating assets and liabilities</b>		
Installments and dues from customers	(256,780,593)	(149,052,128)
Prepayments and other receivables	6,197,862	(10,087,134)
Inventory properties	297,593,601	(77,938,821)
Accounts payables, accruals and other payables	(86,127,207)	27,421,225
Amount due on construction contracts	(60,766,156)	186,441,210
<b>Net cash used in operating activities</b>	<b>(32,703,992)</b>	<b>(25,089,479)</b>
<b>Cash flows from Investing Activities</b>		
Purchase of Property and Equipment	(3,892,837)	(870,153)
Purchase of available-for-sale investments	---	(39,933,704)
Proceeds from sale of Property and Equipment	20,000	---
Proceeds from sale of available for sale investments	7,347,125	1,658,224
<b>Net cash from (used in) investing activities</b>	<b>3,474,288</b>	<b>(39,145,633)</b>

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THE ACCOMPANYING NOTES 1 TO 9 ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.

**INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 31 MARCH 2011**

	For the three months ended 31 March 2011	For the three months ended 31 March 2010
	QR (Reviewed)	QR (Reviewed)
<b>Cash flow from financing activities</b>		
Dividends paid	(98,960,400)	(65,973,600)
Proceeds from financing under Wakalah arrangements	20,500,000	7,500,000
Repayment of financing under Wakalah arrangements	(23,203,528)	(16,268,063)
Finance charges paid	(2,158,930)	(3,100,055)
<b>Net cash used in financing activities</b>	<b>(103,822,858)</b>	<b>(77,841,718)</b>
Net increase in cash and cash equivalents	(133,052,562)	(91,897,871)
<b>Cash and cash equivalents at the beginning of the period</b>	<b>529,591,925</b>	<b>592,930,529</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>396,539,363</b>	<b>501,032,658</b>

THE ACCOMPANYING NOTES 1 TO 9 ARE AN INTEGRAL PART OF THESE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS.



**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2011**

**1. INCORPORATION AND ACTIVITIES**

Aljarah Holding Company Q.S.C. (“the Company”) is a public shareholding company incorporated in the State of Qatar in accordance with resolution No.35 issued on April 21, 2003 by the Ministry of Business and Trade. The Company is registered under commercial registration No. 26487 and is governed by the provisions of the Qatari Commercial Companies’ Law No. 5 of 2002 and is a listed entity at the Qatar Exchange.

The Company and its subsidiaries (together the ‘Group’) are engaged in leasing, real estate, property development, transportation and limousine services.

**2. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

The interim condensed consolidated financial statements for the three months ended 31 March 2011 have been prepared in accordance with IAS 34 Interim Financial Reporting.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group’s annual financial statements as at 31 December 2010. The results for the three months ended 31 March 2011 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2011.

**SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and methods of computation adopted in the preparation of the interim condensed consolidated financial statements are the same as those followed in the preparation of the Group’s annual financial statements for the year ended 31 December 2010, except as noted below:

During the period, the Group has adopted the following standards effective for the annual period beginning on or after 1 January 2011.



**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2011**

*IAS 24, 'Related Party Disclosures (Revised)'*

The definition of a related party has been clarified to simplify the identification of related party relationships, particularly in relation to significant influence and joint control. A partial exemption from the disclosures has been included for government-related entities. For these entities, the general disclosure requirements of IAS 24 will not apply. Instead, alternative disclosures have been included, requiring: (a) The name of the government and the nature of its relationship with the reporting entity (b) The nature and amount of individually significant transactions (c) A qualitative or quantitative indication of the extent of other transactions that are collectively significant. This amendment will not give rise to any changes to the Group's financial statements.

*IAS 32, 'Financial Instruments: Presentation - Classification of rights issues (Amendment)'*

The definition of a financial liability has been amended to classify rights issues (and certain options or warrants) as equity instruments if: (a) The rights are given pro rata to all of the existing owners of the same class of an entity's non-derivative equity instruments and (b) In order to acquire a fixed number of the entity's own equity instruments for a fixed amount in any currency. The amendment provides reliefs to entities that issue rights (fixed in a currency other than their functional currency), from treating the rights as derivatives with fair value changes recorded in profit or loss. Rights issued in foreign currencies that were previously accounted for as derivatives will now be classified as equity instruments. This amendment will not give rise to any changes to the Group's financial statements.

*Improvements to IFRS (issued May 2010)*

'Improvements to IFRS' comprise amendments that result in accounting changes for presentation, recognition or measurement purposes, as well as terminology or editorial amendments related to a variety of individual IFRS standards. Most of the amendments are effective for annual periods beginning on or after 1 January 2011, with earlier application permitted. No material changes to accounting policies are expected as a result of these amendments.

The following amendments, interpretations became effective in 2011, but were not relevant for the Group's operations:

IAS 12	Income Taxes – Tax recovery of underlying assets (Amendment)
IFRS 1	First-time adoption – Severe hyperinflation and removal of fixed dates for first-time adopters (Amendment)
IFRIC 14	Prepayments of a Minimum Funding Requirement (Amendment)
IFRIC 19	Extinguishing Financial Liabilities with Equity Instruments

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2011**

**3. INSTALLMENTS AND DUES FROM CUSTOMERS**

		<u>31 Mar 2011</u>	<u>31 Dec 2010</u>
		QR (Reviewed)	QR (Audited)
Gross Installments due from financing			
	Mar 2011      Dec 2010		
	-----      -----		
Morabaha	162,210,972      161,765,101		
Ijarah	6,018,710      3,212,130	<b>168,229,682</b>	164,977,231
Less: Deferred Profits of future Installments			
	Mar 2011      Dec 2010		
	-----      -----		
Morabaha	22,341,480      22,410,931		
Ijarah	620,367      369,425	<b>(22,961,847)</b>	(22,780,356)
Allowance for Impairment		<b>(34,434,024)</b>	(14,434,024)
Net Installments due from financing		<b>110,833,811</b>	127,762,851
Gross Installments due from Property Sales		<b>1,194,569,543</b>	902,452,166
Less: Deferred profits of future installments		<b>(157,206,098)</b>	(117,694,066)
Net Installments due from Property Sales		<b>1,037,363,445</b>	784,758,100
Other trade related receivables		<b>5,457,760</b>	4,353,472
<b>Total Installments and Dues from Customers</b>		<b>1,153,655,016</b>	916,874,423

**4. AVAILABLE FOR SALE FINANCIAL INVESTMENTS**

	<u>31 Mar 2011</u>	<u>31 Dec 2010</u>
	QR (Reviewed)	QR (Audited)
Quoted Equity Investments	<b>40,853,400</b>	47,505,122

**5. AMOUNTS DUE ON CONSTRUCTION CONTRACTS**

During 2010, the Group entered into an arrangement with Qatari Diar Real Estate Co for undertaking the infrastructure development of the plot areas in the Northern and West Water Front of Lusail area. In accordance with the terms and conditions of the agreement, the Group will utilize the proceeds payable to Qatari Diar against the infrastructure development of the said areas.

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2011**

**6. DIVIDENDS PAID**

On 6 February 2011, the shareholders approved a cash dividend payment of QR 98,960,400 (QR3 per share) (31 Dec 2009: cash dividend amounting to QR 65,973,600-QR 2 per share).

**7. SEGMENT REPORTING**

Based on the nature of core activities of the business, the Group is segmented into major four operating segments. The major operating segments are given below with their respective revenue and analysis of Assets and Liabilities:

- Financial Leasing
- Real Estate Property Development
- Transportation
- Limousine services

The Group operates geographically in only one segment, being Doha-Qatar.

Segment revenue and segment result:

Details	Revenue		Result	
	3 months ended 31 March 2011	3 months ended 31 March 2010	3 months ended 31 March 2011	3 months ended 31 March 2010
	QR. (Reviewed)	QR. (Reviewed)	QR. (Reviewed)	QR. (Reviewed)
Financial leasing	26,657,353	18,507,856	3,674,270	14,779,491
Transportation	12,097,878	10,750,037	1,228,962	643,902
Property Development	88,379,903	62,492,530	37,050,077	26,235,572
Limousine and Un-allocated	697,898	237,718	506,618	129,284
Intercompany	(7,549,515)	---	---	---
<b>Total</b>	<b>120,283,517</b>	<b>91,988,141</b>	<b>42,459,927</b>	<b>41,788,249</b>

Segment assets and liabilities:

Details	Assets		Liabilities	
	31 Mar 2011	31 Dec 2010	31 Mar 2011	31 Dec 2010
	QR. (Reviewed)	QR. (Audited)	QR. (Reviewed)	QR. (Audited)
Financial leasing	761,062,731	531,300,868	373,351,118	146,741,507
Transportation	116,084,874	35,635,935	81,735,879	1,388,464
Property Development	1,495,293,105	1,563,418,282	1,230,007,177	1,316,015,976
Limousine and Un-allocated	134,641,554	(5,516,190)	230,929,536	11,731,436
Inter Company	(686,742,761)	(98,000,294)	(686,742,761)	(98,000,294)
<b>Total</b>	<b>1,820,339,503</b>	<b>2,026,838,601</b>	<b>1,229,280,949</b>	<b>1,377,877,089</b>

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED  
31 MARCH 2011**

**8. CONTINGENT LIABILITY**

	<u>31 Mar 2011</u>	<u>31 Dec 2010</u>
	QR (Reviewed)	QR (Audited)
Letter of guarantees from Islamic banks	8,200,000	8,200,000

**9. EARNINGS PER SHARE**

	<b>Three months ended</b>	
	<u>31 Mar 2011</u>	<u>31 Dec 2010</u>
	QR (Reviewed)	QR (Audited)
Net profit for the period	42,459,927	41,788,249
Weighted average number of shares	32,986,800	32,986,800
<b>Earnings per share</b>	<b>1.29</b>	<b>1.27</b>

The weighted average numbers of shares have been calculated as follows:

	<b>Three months ended</b>	
	<u>31 Mar 2011</u>	<u>31 Mar 2010</u>
	(Reviewed)	(Reviewed)
Qualifying shares at the beginning of the period	32,986,800	32,986,800
<b>Balance at end of the period</b>	<b>32,986,800</b>	<b>32,986,800</b>