

AL KHALIJ HOLDING COMPANY (Q.S.C)

DOHA - QATAR

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE THREE MONTH PERIOD
ENDED MARCH 31, 2011**

AL KHALIJ HOLDING COMPANY (Q.S.C)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2011

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AL KHALIJ HOLDING COMPANY (Q.S.C)**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at March 31, 2011

	March 31, 2011 (Unreviewed) QR.	December 31, 2010 (Audited) QR.
ASSETS		
Current assets		
Cash and bank balances	659,959,344	708,627,548
Accounts receivable	55,185,254	43,309,937
Due from related parties	698,386	434,733
Advances to suppliers	54,957,393	43,589,852
Gross amount due from customers for contract works	377,194	501,916
Inventories	26,445,886	30,464,327
Prepayments and other debit balances	14,763,640	23,278,280
Total current assets	812,387,097	850,206,593
Non-current assets		
Property, plant and equipment	1,757,422,542	1,760,676,397
Investment properties	470,810,376	470,864,476
Investment in associates	36,460,677	34,014,290
Available-for-sale investments	52,647,710	59,042,235
Goodwill	314,457,585	314,457,585
Total non-current assets	2,631,798,890	2,639,054,983
Total assets	3,444,185,987	3,489,261,576

AL KHALIJ HOLDING COMPANY (Q.S.C)**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at March 31, 2011

	March 31, 2011 (Unreviewed) QR.	December 31, 2010 (Audited) QR.
LIABILITIES		
Current liabilities		
Accounts payable	25,961,789	45,900,075
Retention payable	31,268,298	31,130,604
Borrowings	492,797,816	497,080,320
Due to related parties	561,970	322,107
Notes payable	22,071,252	20,139,581
Gross amount due to customers for contract works	2,113,031	1,587,426
Accruals and other liabilities	33,804,355	17,778,625
Total current liabilities	608,578,511	613,938,738
Non-current liabilities		
Borrowings	903,473,519	885,443,081
Notes payable	22,039,379	28,300,066
Employees end of service benefits	2,111,951	31,130,605
Retention payable	31,268,298	2,057,203
Total non-current liabilities	958,893,147	946,930,955
Total liabilities	1,567,471,658	1,560,869,693
SHAREHOLDERS' EQUITY		
Share capital	1,243,267,780	1,243,267,780
Legal reserve	475,526,316	475,526,316
Fair value reserve	1,049,212	7,443,737
Retained earnings	156,871,021	139,990,661
Proposed dividends	--	62,163,389
Total shareholders' equity	1,876,714,329	1,928,391,883
Total shareholders' equity and liabilities	3,444,185,987	3,489,261,576

These interim consolidated financial statements were approved

Mr. Abdullah bin Nasser Al-Misnad
Chairman and Managing Director

ALKHALIJ HOLDING COMPANY (Q.S.C)**INTERIM CONSOLIDATED STATEMENT OF INCOME**

For the three month period ended March 31, 2011

	For the three month period ended March 31,	
	2011	2010
	(Unreviewed)	(Unreviewed)
	QR.	QR.
Operating income		
Sale of cement	52,758,697	31,089,932
Contract and service income	12,464,586	10,480,257
	65,223,283	41,570,189
Operating cost		
Cost of cements sales	41,740,200	24,107,726
Contract and service cost	3,516,726	2,827,812
	45,256,926	26,935,538
Operating profit	19,966,357	14,634,651
Income from short-term deposits and savings	64,398	1,076,992
Income from investment in associates	3,801,921	2,732,522
Net investment income	4,180,908	7,507,446
Rental income	825,113	820,500
Other income	274,921	807,675
Net finance cost	(1,258,339)	(4,615,153)
General and administrative expenses	(8,590,203)	(9,024,418)
Decrease in fair value of investment properties		
Depreciation of property, plant and equipment	(2,384,716)	(2,931,023)
Net profit for the period	16,880,360	11,009,192
Basic earnings per share	0.14	0.09

AL KHAKIJ HOLDING COMPANY (Q.S.C)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month period ended March 31, 2011

	For the three month period ended March 31,	
	2011	2010
	(unreviewed)	(unreviewed)
	QR.	QR.
Net profit for the period	16,880,360	11,009,192
Other comprehensive income		
Change in fair value of available-for-sale investments	(6,394,525)	(2,603,171)
Total comprehensive income for the period	10,485,835	8,406,021

AL KHALIJ HOLDING COMPANY (Q.S.C)

THE INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the three month period ended March 31, 2011

	<u>Capital</u> QR.	<u>Legal reserve</u> QR.	<u>Fair value reserve</u> QR.	<u>Retained earnings</u> QR.	<u>Proposed dividends</u> QR.	<u>Total</u> QR.
Balance - December 31, 2009 (Audited)	1,243,267,780	468,407,668	797,937	139,865,880	--	1,852,339,265
Total comprehensive income for the period	--	--	(2,603,171)	11,009,192	--	8,406,021
Balance - March 31, 2010 (Unreviewed)	<u>1,243,267,780</u>	<u>468,407,668</u>	<u>(1,805,234)</u>	<u>150,875,072</u>	<u>--</u>	<u>1,860,745,286</u>
Balance - December 31, 2010 (Audited)	1,243,267,780	475,526,316	7,443,737	139,990,661	62,163,389	1,928,391,883
Total comprehensive income for the period	--	--	(6,394,525)	16,880,360	--	10,485,835
Dividends paid	--	--	--	--	(62,163,389)	(62,163,389)
Balance - March 31, 2011 (Unreviewed)	<u>1,243,267,780</u>	<u>475,526,316</u>	<u>1,049,212</u>	<u>156,871,021</u>	<u>--</u>	<u>1,876,714,329</u>