

AL KHALIJ HOLDING COMPANY (Q.S.C)

DOHA - QATAR

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

**FOR THE THREE MONTH PERIOD
ENDED MARCH 31, 2010**

AL KHALIJ HOLDING COMPANY (Q.S.C)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three month period ended March 31, 2010

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

As at March 31, 2010

	March 31, 2010	December 31, 2009
ASSETS		
Current assets	QR.	QR.
Cash and bank balances	77,695,572	150,452,058
Accounts receivable	36,297,637	23,252,387
Due from related parties	349,713	466,350
Advances to suppliers	27,111,894	29,829,987
Gross amount due from customers for contract works	237,979	2,326,496
Inventories	7,360,215	13,667,503
Prepayments and other debit balances	10,860,874	13,357,881
Total current assets	159,913,884	233,352,662
Non-current assets		
Property, plant and equipment	1,685,720,579	1,567,810,407
Investment properties	401,480,821	447,936,422
Investment in associates	22,329,846	20,485,377
Available-for-sale investments	76,495,346	83,807,811
Goodwill	314,457,585	314,457,585
Total non-current assets	2,500,484,177	2,434,497,602
Total assets	2,660,398,061	2,667,850,264
LIABILITIES		
Current liabilities		
Due to bank	291,768	--
Accounts payable	41,812,757	55,807,905
Retention payable	26,297,563	23,340,865
Borrowings	16,869,412	43,846,407
Due to related parties	1,379,172	650,160
Notes payable	19,335,566	23,647,345
Gross amount due to customers for contract works	2,669,961	1,298,069
Accruals and other liabilities	10,921,538	6,166,831
Total current liabilities	119,577,737	154,757,582
Non-current liabilities		
Borrowings	610,016,258	591,014,784
Notes payable	42,082,032	45,049,161
Employees end of service benefits	1,679,185	1,348,607
Retention payable	26,297,563	23,340,865
Total non-current liabilities	680,075,038	660,753,417
Total liabilities	799,652,775	815,510,999
SHAREHOLDERS' EQUITY		
Share capital	1,243,267,780	1,243,267,780
Legal reserve	468,407,668	468,407,668
Fair value reserve	(1,805,234)	797,937
Retained earnings	150,875,072	139,865,880
Total shareholders' equity	1,860,745,286	1,852,339,265
Total shareholders' equity and liabilities	2,660,398,061	2,667,850,264

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, 2010

	For the three month period ended March 31, 2010	For the three month period ended March 31, 2009
	QR.	QR.
Operating income		
Sale of cement	31,089,932	96,598
Contract income	7,955,847	--
	<u>39,045,779</u>	<u>96,598</u>
Operating expenses		
Cost of cements sales	24,107,726	69,902
Contract cost	2,827,812	--
	<u>26,935,538</u>	<u>69,902</u>
Operating profit	12,110,241	26,696
Income from short-term deposits and savings	1,076,992	6,170,000
Service income	2,524,410	--
Income from investment	10,239,968	--
Rental income	820,500	--
Other income	807,675	3,200,000
Net finance cost	(4,615,153)	--
Depreciation of property, plant and equipment	(2,931,023)	(1,778,397)
General and administrative expenses	(9,024,418)	(2,591,433)
Net profit for the period	<u>11,009,192</u>	<u>5,026,866</u>
Basic earnings per share	<u>0.09</u>	<u>0.06</u>

AL KHAKIJ HOLDING COMPANY (Q.S.C)

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three month period ended March 31, 2010

	For the three month period ended March 31, 2010	For the three month period ended March 31, 2009
	<u>QR.</u>	<u>QR.</u>
Net profit for the period	11,009,192	5,026,866
Other comprehensive income		
Decrease in fair value of available for sale investment	<u>(2,603,171)</u>	<u>(15,906,000)</u>
Total comprehensive income for the period	<u>8,406,021</u>	<u>(10,879,134)</u>

AL KHALIJ HOLDING COMPANY (Q.S.C)**THE INTERIM CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

For the three month period ended March 31, 2010

	<u>Issued capital</u>	<u>Legal reserve</u>	<u>Fair value reserve</u>	<u>Retained earnings</u>	<u>Total</u>
	QR.	QR.	QR.	QR.	QR.
Balance - January 31, 2009	800,000,000	25,676,980	(28,354,436)	76,879,673	874,202,217
Total comprehensive income for the period	--	--	(15,906,000)	5,026,866	(10,879,134)
Balance - March 31, 2009	800,000,000	25,676,980	(44,260,436)	81,906,539	863,323,083
Balance - January 31, 2010	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	1,243,267,780	468,407,668	(1,805,234)	150,875,072	1,860,745,286