



Interim Condensed Consolidated Financial Statements
30 June 2011

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011

	<u>Notes</u>	30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)
ASSETS		QR	QR
Cash and cash equivalents		502,299,875	529,591,925
Installments and dues from customers	3	1,039,644,481	916,874,423
Available for sale financial investments	4	47,092,651	47,505,122
Inventory properties		39,471,471	360,107,846
Prepayments and other receivables		64,254,873	80,900,730
Property and equipment		88,494,118	91,858,555
Total Assets		1,781,257,469	2,026,838,601
LIABILITIES			
Accounts payables, accruals and other credit balances		195,380,928	262,840,117
Islamic financing under wakalah arrangements		162,284,016	141,723,377
Amount due on construction contracts	5	780,871,610	973,313,595
Total Liabilities		1,138,536,554	1,377,877,089
EQUITY			
Share capital		329,868,000	329,868,000
Legal reserve		143,062,409	143,062,409
Proposed dividend		--	98,960,400
Fair value reserve		(3,514,039)	(2,048,075)
Retained earnings		173,304,545	79,118,778
Total Equity		642,720,915	648,961,512
Total Liabilities and Equity		1,781,257,469	2,026,838,601

These interim condensed consolidated financial statements were approved by the Board of Directors on July 10 2011 and signed on its behalf by:

Sh. Falah Bin Jassim Bin Jabr Al-Thani
Chairman

Mr. Khalid Nasser Alhail
Chief Executive Officer

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 30 JUNE 2011

	<u>Notes</u>	For the three months ended 30 June 2011 (Reviewed)	For the three months ended 30 June 2010 (Reviewed)	For the six months ended 30 June 2011 (Reviewed)	For the six months ended 30 June 2010 (Reviewed)
		QR	QR	QR	QR
<u>Income</u>					
Income from Core Business		168,625,492	114,820,956	280,989,742	193,870,027
Profit from Investments and Deposits		4,310,161	8,227,656	12,216,937	21,166,727
Other income		23,857	32,790	36,348	32,790
TOTAL INCOME		172,959,510	123,081,402	293,243,027	215,069,544
<u>Expenses</u>					
Operating Expenses		(90,302,743)	(58,812,972)	(134,179,329)	(100,763,190)
General and Administration Expenses		(18,515,910)	(8,984,383)	(32,462,914)	(17,234,057)
TOTAL EXPENSES		(108,818,653)	(67,797,355)	(166,642,243)	(117,997,247)
NET OPERATING INCOME		64,140,857	55,284,047	126,600,784	97,072,297
Allowance for impairment on installments and due from customers		(10,000,000)	(2,200,000)	(30,000,000)	(2,200,000)
PROFIT FOR THE PERIOD		54,140,857	53,084,047	96,600,784	94,872,297
Basic and diluted Earnings per share	9	1.64	1.61	2.93	2.88

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2011

	For the three months ended 30 June 2011 (Reviewed)	For the three months ended 30 June 2010 (Reviewed)	For the six months ended 30 June 2011 (Reviewed)	For the six months ended 30 June 2010 (Reviewed)
	QR	QR	QR	QR
Profit for the period	54,140,857	53,084,047	96,600,784	94,872,297
Other comprehensive income:				
Changes in fair value reserve of available for sale investments	(1,124,975)	(14,199,101)	(1,465,964)	(11,143,670)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	53,015,882	38,884,946	95,134,820	83,728,627

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INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2011

AMOUNTS IN QR	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
Balance at 1 January 2010	329,868,000	125,079,787	65,973,600	(5,330,485)	22,986,473	538,577,375
Dividends Paid (Note 6)	--	--	(65,973,600)	--	--	(65,973,600)
Provision for social contribution	--	--	--	--	(4,677,038)	(4,677,038)
Total comprehensive income for the period	--	--	--	(11,143,670)	94,872,297	83,728,627
Balance at 30 June 2010	329,868,000	125,079,787	--	(16,474,155)	113,181,732	551,655,364
	Share Capital	Legal Reserve	Proposed Dividend	Fair Value Reserve	Retained Earnings	Total
Balance at 1 January 2011	329,868,000	143,062,409	98,960,400	(2,048,075)	79,118,780	648,961,514
Dividends Paid (Note 6)	--	--	(98,960,400)	--	--	(98,960,400)
Provision for social contribution	--	--	--	--	(2,415,019)	(2,415,019)
Total comprehensive income for the period	--	--	--	(1,465,964)	96,600,784	95,134,820
Balance at 30 June 2011	329,868,000	143,062,409	--	(3,514,039)	173,304,545	642,720,915

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2011

	For the six months ended 30 June 2011 (Reviewed)	For the six months ended 30 June 2010 (Reviewed)
	QR	QR
Cash flows from Operating Activities		
Profit for the period	96,600,784	94,872,297
Adjustments for:		
Depreciation	7,886,472	7,087,726
Allowance for impairment on installments and due from customers	30,000,000	2,200,000
Loss on sale of property and equipment	103,583	
Gain/loss on sale of available for sale investments	(1,036,392)	1,586,532
Finance charges	4,728,961	6,064,758
	138,283,408	111,811,313
Changes in operating assets and liabilities		
Installments and dues from customers	(152,770,058)	(178,890,745)
Prepayments and other receivables	16,645,858	(5,721,294)
Inventory properties	320,636,376	(45,673,538)
Accounts payables, accruals and other payables	(69,874,208)	82,419,586
Amount due on construction contracts	(192,441,985)	98,614,964
Net cash from operating activities	60,479,391	62,560,286
Cash flows from Investing Activities		
Purchase of Property and Equipment	(4,650,618)	(55,189,821)
Purchase of available-for-sale investments	(7,364,226)	(164,577,433)
Proceeds from sale of Property and Equipment	25,000	---
Proceeds from sale of available for sale investments	7,347,125	99,827,875
Net cash used in investing activities	(4,642,719)	(119,939,379)

Continued....

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 30 JUNE 2011

	For the six months ended 30 June 2011 (Reviewed)	For the six months ended 30 June 2010 (Reviewed)
	QR	QR
Cash flow from financing activities		
Dividends paid	(98,960,400)	(65,973,600)
Proceeds from financing under Wakalah arrangements	67,959,872	36,732,935
Repayment of financing under Wakalah arrangements	(46,771,768)	(29,164,727)
Finance charges paid	(5,356,426)	(6,064,758)
Net cash used in financing activities	(83,128,722)	(64,470,150)
Net decrease in cash and cash equivalents	(27,292,050)	(121,849,243)
Cash and cash equivalents at the beginning of the period	529,591,925	592,930,529
Cash and cash equivalents at the end of the period	502,299,875	471,081,286

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
30 JUNE 2011**

١. INCORPORATION AND ACTIVITIES

Alijarah 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.

٢. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

The interim condensed consolidated financial statements for the six months ended 30 June 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 six months ended 30 June 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.

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

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2011**

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 provide 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

The Group is currently considering the implications of the new IFRSs which are effective 01st January 2013

IFRS 10	Consolidated Financial Statements
IFRS 11	Joint Arrangements
IFRS 12	Disclosure of Interests in Other Entities
IFRS 13	Fair Value Measurement

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2011**

3. INSTALLMENTS AND DUES FROM CUSTOMERS

			30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)
			QR	QR
Gross Installments due from financing				
	Jun 2011	Dec 2010		
	-----	-----		
Morabaha	156,923,549	161,765,101		
Ijarah	5,677,783	3,212,130	162,601,332	164,977,231
Less: Deferred Profits of future Installments				
	Jun 2011	Dec 2010		
	-----	-----		
Morabaha	19,263,867	22,410,931		
Ijarah	1,189,501	369,425	(20,453,368)	(22,780,356)
Allowance for Impairment			(44,434,024)	(14,434,024)
Net Installments due from financing			97,713,940	127,762,851
Gross Installments due from Property Sales			1,081,610,640	902,452,166
Less: Deferred profits of future installments			(149,023,698)	(117,694,066)
Net Installments due from Property Sales			932,586,942	784,758,100
Other trade related receivables			9,343,599	4,353,472
Total Installments and Dues from Customers			1,039,644,481	916,874,423

4. AVAILABLE FOR SALE FINANCIAL INVESTMENTS

	30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)
	QR	QR
Quoted Equity Investments	47,092,651	47,505,122

5. AMOUNTS DUE ON CONTRUCTION 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
30 JUNE 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	
	6 months ended 30 Jun 2011 (Reviewed)	6 months ended 30 Jun 2010 (Reviewed)	6 months ended 30 Jun 2011 (Reviewed)	6 months ended 30 Jun 2010 (Reviewed)
	QR.	QR.	QR.	QR.
Financial leasing	46,036,227	30,758,929	9,166,840	20,880,149
Transportation	30,651,798	21,888,343	3,021,611	1,611,838
Property Development	233,676,844	161,944,153	83,266,577	72,284,153
Limousine and Un-allocated	1,533,190	478,119	1,145,756	96,157
Intercompany	(18,655,032)			
Total	293,243,027	215,069,544	96,600,784	94,872,297

Segment assets and liabilities:

Details	Assets		Liabilities	
	30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)	30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)
	QR.	QR.	QR.	QR.
Financial leasing	636,508,257	531,300,868	144,947,170	146,741,507
Transportation	72,705,165	35,635,935	5,030,736	1,388,464
Property Development	1,081,381,173	1,563,418,282	1,170,388,339	1,316,015,976
Limousine and Un-allocated	192,169,393	(5,516,190)	19,676,828	11,731,436
Inter Company	(201,506,519)	(98,000,294)	(201,506,519)	(98,000,294)
Total	1,781,257,469	2,026,838,601	1,138,536,554	1,377,877,089

**NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED
30 JUNE 2011**

8. CONTINGENT LIABILITY

	30 Jun 2011 (Reviewed)	31 Dec 2010 (Audited)
	QR	QR
Letter of guarantees from Islamic banks	8,200,000	8,200,000

9. EARNINGS PER SHARE

	Six months ended	
	30 Jun 2011 (Reviewed)	30 Jun 2010 (Reviewed)
	QR	QR
Net profit for the period	96,600,784	94,872,297
Weighted average number of shares	32,986,800	32,986,800
Earnings per share	2.93	2.88

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

	Six months ended	
	30 Jun 2011 (Reviewed)	30 Jun 2010 (Reviewed)
Qualifying shares at the beginning of the period	32,986,800	32,986,800
Balance at end of the period	32,986,800	32,986,800