

DAR AL ARKAN
REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company

Riyadh – Kingdom of Saudi Arabia

**REVIEW REPORT AND INTERIM
FINANCIAL STATEMENT FOR THE PERIOD
FROM 1 JANUARY 2007 TO 30 JUNE 2007**

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company
Riyadh – Kingdom of Saudi Arabia

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Offices

Amman

Cairo

Riyadh

Jeddah

Al-Khobar

Kuwait

Abu Dhabi

Al-Ain

Dubai

Sharjah

Ajman

R.A.K

Fujaira

Doha

Manama

Muscat

Sana'a

Hodaidah

Taiz

Aden

Beirut

Damascus

Tunis

Tripoli

Baghdad

Khartoum

Ramallah

Casablanca

**REVIEW REPORT TO THE SHAREHOLDERS OF
DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
SAUDI SHAREHOLDING COMPANY
RIYADH – KINGDOM OF SAUDI ARABIA**

We have reviewed the accompanying interim balance sheet of **DAR AL ARKAN REAL ESTATE DEVELOPMENT – Saudi Shareholding Company** – as of 30 June 2007 and the related statements of income, cash flows, and changes in shareholders' equity for the period from 1 January 2007 to 30 June 2007. This interim financial statements are the responsibility of the company's management. Our responsibility is to issue a report on the interim financial statements based on our review.

We conducted our review in accordance with the International Standards on Review Engagements. These Standards require that we plan and perform the review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of Company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit, and, accordingly, we do not express an audit opinion.

Based on our review, nothing has come to our attention that cause us to believe that the accompanying interim financial statements are not presented fairly, in all material respects, in accordance with internationally accepted accounting principles.

This report is intended solely for the use of the company's management outside the Kingdom of Saudi Arabia and not to be submitted to or used by any party within the Kingdom. A review report based on the Saudi Standards of Auditing was issued on 19 July 2007 in conformity with the regulations set out by the Saudi Organization for Certified Public Accountants.

**Date: 7 Rajab 1428 H.
21 July 2007 G.**

Signature:
Abdul Qader A. Al-Wahaib
(License No. 48)



DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company
Riyadh – Kingdom of Saudi Arabia

INTERIM BALANCE SHEET AS AT 31 MARCH 2007

EXHIBIT A

| | Note | For the period from 1 January 2007 To 30 June 2007 SR | 31 December 2006 SR. |
|---|----------|--|-------------------------|
| ASSETS | | | |
| Current Assets | | | |
| Cash and cash equivalents | (2c, 3) | 901,861,743 | 183,645,137 |
| Accounts receivable, net | (2d, 4) | 645,793,512 | 480,658,726 |
| Short term investments | (2e, 5) | 77,000,000 | 77,000,000 |
| Projects under construction | (6) | 9,535,571,419 | 7,935,867,500 |
| Developed projects | (7) | 2,971,756,729 | 2,530,783,255 |
| Other current assets | (8) | 986,221,440 | 215,521,365 |
| Due from related party | (9) | 2,416,762 | 2,524,824 |
| Total current assets | | 15,120,621,605 | 11,426,000,807 |
| Non-Current Assets | | | |
| Land | | 9,545,400 | 9,545,400 |
| Long term investments | (2e, 5) | 37,510,000 | 87,510,000 |
| Property and equipment | (2f, 10) | 148,613,395 | 156,019,732 |
| Deferred charges, net | (2g, 11) | 53,500,790 | 2,512,164 |
| Total Non-Current Assets | | 249,169,585 | 255,587,296 |
| TOTAL ASSETS | | 15,369,791,190 | 11,681,588,103 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | |
| Current Liabilities | | | |
| Islamic Murabaha | (12) | 870,000,000 | 414,023,661 |
| Projects' shareholders | (13) | 9,964,392 | 34,530,092 |
| Accounts payable | (14) | 67,764,097 | 45,179,040 |
| Accrued expenses and others | (15) | 658,352,976 | 572,097,067 |
| Due to related party | (16) | 1,723,932 | 929,964 |
| Total current liabilities | | 1,607,805,397 | 1,066,759,824 |
| Non-Current Liabilities | | | |
| Islamic Sukuk | (17) | 2,250,000,000 | - |
| Provision for end-of-service indemnity | (2h, 18) | 3,898,790 | 3,152,478 |
| Total Non-Current Liabilities | | 2,253,898,790 | 3,152,478 |
| Shareholders' Equity | | | |
| Capital | (19) | 5,400,000,000 | 5,400,000,000 |
| Statutory reserve | (20) | 3,242,253,763 | 3,242,253,763 |
| Retained earnings | | 2,865,833,240 | 1,969,422,038 |
| Total shareholders' equity - Exhibit D | | 11,508,087,003 | 10,611,675,801 |
| TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY | | 15,369,791,190 | 11,681,588,103 |

**THE ACCOMPANYING NOTES FROM (1) TO (25) CONSTITUTE AN INTEGRAL
PART OF THESE INTERIM FINANCIAL STATEMENTS**

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company
Riyadh – Kingdom of Saudi Arabia

INTERIM STATEMENT OF INCOME FOR THE PERIOD
FROM 1 JANUARY TO 30 JUNE 2007

EXHIBIT B

| | Note | For the period from 1 January 2007 To 30 June 2007 SR. | For the period from 1 January 2006 To 30 June 2006 SR |
|---|----------|---|--|
| Revenues | (2j) | 1,954,753,871 | 1,734,146,738 |
| Cost of revenues | | (941,746,297) | (904,798,762) |
| Gross profit | (21) | 1,013,007,574 | 829,347,976 |
| Principal activities expenses: | | | |
| Sales and Marketing expenses | (2k, 22) | (10,723,715) | (9,548,658) |
| General and administrative expenses | (2k, 23) | (12,815,552) | (11,244,907) |
| Participation expenses | | (6,632,738) | (15,530,428) |
| Depreciation of fixed assets | | (7,739,898) | (6,999,380) |
| Amortization of deferred charges | | (6,751,468) | (641,380) |
| Net profit from principal activities | | 968,344,203 | 785,383,223 |
| Results of other activities : | | | |
| Murabaha charges | | (34,910,754) | -- |
| Sukuk expenses | | (52,736,875) | -- |
| Other income | | 18,351,472 | 590,657 |
| Net income for the period before withholding tax | | 899,048,046 | 785,973,880 |
| Withholding tax | | (2,636,844) | -- |
| Net income for the period - Exhibit D | | 896,411,202 | 785,973,880 |

*THE ACCOMPANYING NOTES FROM (1) TO (25) CONSTITUTE AN INTEGRAL
PART OF THESE INTERIM FINANCIAL STATEMENTS*

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company
Riyadh – Kingdom of Saudi Arabia

INTERIM STATEMENT OF CASH FLOWS FOR THE
PERIOD FROM 1 JANUARY 2007 TO 30 JUNE 2007

EXHIBIT C

| | For the period from 1 January 2007 To 30 June 2007 <u>SR.</u> | For the period from 1 January 2006 To 30 June 2006 <u>SR.</u> |
|---|--|--|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Net profit for the period | 896,411,202 | 785,973,880 |
| Adjustment to reconcile net profit to net cash provided by operating activities: | | |
| Depreciation of fixed assets | 7,739,898 | 6,999,380 |
| Amortization of deferred charges | 6,751,468 | 641,380 |
| Provision for end-of-service indemnity | 746,312 | 348,412 |
| Provision for doubtful accounts | 126,415 | -- |
| Changes in current assets and liabilities | | |
| Accounts receivable, net | (165,261,201) | 57,192,724 |
| Developed projects | (440,973,474) | 134,714,059 |
| Projects under construction | (1,599,703,919) | (668,790,811) |
| Other current assets | (770,700,075) | (116,067,817) |
| Due from related party | 108,062 | (2,524,824) |
| Projects' shareholders | (24,565,700) | (42,789,254) |
| Accounts payable | 22,585,057 | (29,216,472) |
| Accrued expenses and others | 86,255,909 | (36,251,327) |
| Due to related party | 793,968 | -- |
| <i>Net cash (used in) / from operating activities</i> | <u>(1,979,686,078)</u> | <u>90,229,330</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Addition fixed assets | (333,561) | -- |
| Deferred Charges | (57,740,094) | -- |
| Investments | 50,000,000 | -- |
| <i>Net cash (used in) investing activities</i> | <u>(8,073,655)</u> | <u>--</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Islamic Murabaha | 455,976,339 | 134,700,000 |
| Islamic Sukuk | 2,250,000,000 | -- |
| <i>Net cash from financing activities</i> | <u>2,705,976,339</u> | <u>134,700,000</u> |
| Increase in cash and cash equivalent | 718,216,606 | 224,929,330 |
| Cash and cash equivalents, beginning of the period | 183,645,137 | 525,619,212 |
| CASH AND CASH EQUIVALENTS AT END OF THE PERIOD - | <u>901,861,743</u> | <u>750,548,542</u> |
| EXHIBIT A | | |

**THE ACCOMPANYING NOTES FROM (1) TO (25) CONSTITUTE AN INTEGRAL
PART OF THESE INTERIM FINANCIAL STATEMENTS**

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company

Riyadh – Kingdom of Saudi Arabia

INTERIM STATEMENT OF SHAREHOLDERS' EQUITY FOR THE
PERIOD FROM 1 JANUARY 2007 TO 30 JUNE 2007

EXHIBIT D

| | <u>Capital</u> | <u>Statutory</u> <u>Reserve</u> | <u>Retained</u> <u>Earnings</u> | <u>Total</u> |
|--|----------------------|------------------------------------|------------------------------------|-----------------------|
| | SR. | SR. | SR. | SR. |
| Shareholders Equity as of 1 January 2007 – Exhibit A | 5,400,000,000 | 3,242,253,763 | 1,969,422,038 | 10,611,675,801 |
| Net Income for the period – Exhibit B | - | - | 896,411,202 | 896,411,202 |
| Shareholders Equity as of 30 June 2007- Exhibit "A" | <u>5,400,000,000</u> | <u>3,242,253,763</u> | <u>2,865,833,240</u> | <u>11,508,087,003</u> |

*THE ACCOMPANYING NOTES FROM (1) TO (25) CONSTITUTE AN INTEGRAL
PART OF THESE INTERIM FINANCIAL STATEMENTS*

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY
Saudi Shareholding Company

Riyadh – Kingdom of Saudi Arabia

NOTES TO THE INTERIM FINANCIAL STATEMENTS

1- STATUS AND ACTIVITIES:

DAR AL ARKAN REAL ESTATE DEVELOPMENT COMPANY – Saudi Shareholding Company (referred to hereinafter as the “**Company**”) operates under the Commercial Registration No, 1010160195 dated 16/4/1421H, issued in Riyadh.

The Company operates in the field of purchasing and possessing real estate and lands, constructing buildings for the purpose of investing thereof by renting or selling in favor of the company.

The Company operates in general construction of residential and commercial buildings (construction, maintenance, demolition and reconstruction), wholesale, and retail in sanitary materials, plumbing, electrical, paints, construction materials, office equipment and motor vehicles either in cash or by installment payments.

2- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

a) Statement of Compliance:

The accompanying financial statements have been prepared in accordance with International Financial Reporting Standards promulgated by International Accounting Standards Board. The significant accounting policies applied in the preparation of these financial statements are as follows:

b) Accounting Convention:

These financial statements have been prepared under the historical cost convention using accrual basis and going concern concept.

c) Cash and Cash Equivalents:

For the purpose of preparing the cash flows statement, cash and cash equivalents include cash on hand, unrestricted current accounts with banks and Islamic deposits of maturity dates in less than three months.

d) Accounts Receivable:

Accounts receivable are stated in the accompanying balance sheet at their estimated net realizable value after deducting the related provision for doubtful accounts (if any), The provision for doubtful accounts is estimated based on analysis of the collectible balances of the accounts receivable at the end of the year.

e) Investments:

This item represents investments in other companies' projects against determined percentage of the profit of these projects as per contracts, and the investments compliant with shareia.

f) Property and Equipment:

Property and Equipment are stated at cost net of accumulated depreciation thereof up to the date of the financial statements, Depreciation is computed using the straight – line method over their estimated useful lives as per the following annual rates of depreciation:

| | |
|------------------------|--------|
| Buildings | 3% |
| Vehicles | 25% |
| Furniture and fixtures | 20-25% |
| Electrical appliances | 20-25% |
| Leasehold improvements | 5-20% |
| Prefabricated houses | 25% |
| Tools | 20% |
| Signboards | 20% |

g) Deferred charges:

The company amortizes deferred charges using the straight-line method over five years.

h) Provision for End-of-Service Indemnity:

Provision for end-of-service indemnity is calculated and provided for in accordance with Saudi Labor Regulation.

i) Zakat Provision:

Zakat is measured and recognized in the statement of income for each financial period pursuant to Zakat Regulation in the Kingdom of Saudi Arabia, The provision for Zakat is settled in the financial year in which the final assessment of Zakat is issued, Variances between the amount of provision for Zakat and the final assessment are recognized in the statement of income as changes in accounting estimates and included in the financial period on which the final assessment of Zakat is issued.

j) Revenue Recognition:

Revenue from rendering of services is generally recognized upon selling the projects and relinquishing their ownership which concurrently coincide with the issuance of sales contracts.

k) General, Administrative and Marketing Expenses:

General, administrative and Marketing expenses are measured and recognized as a period cost at the time when such expenses are incurred, Expenses benefiting more than one financial period are allocated over such periods using their historical cost.

l) Foreign Currency Transactions:

Transactions in foreign currencies are converted into Saudi Riyals at rates of exchange ruling at the date of these transactions, Asset and liabilities at the balance sheet date are converted into Saudi Riyals at rates of exchange prevailing at the balance sheet date, Gains or losses resulting from the variation in exchange rates are taken currently to statement of income.

3- CASH AND CASH EQUIVALENTS:

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|------------------------------------|---------------------|-------------------------|
| | SR. | SR. |
| Cash on hand | 485,632 | 179,188 |
| Unrestricted bank current accounts | 901,376,111 | 183,465,949 |
| Total – Exhibit A | <u>901,861,743</u> | <u>183,645,137</u> |

4- ACCOUNTS RECEIVABLE, NET :

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|---|---------------------|-------------------------|
| | SR. | SR. |
| Accounts receivable | 650,020,869 | 484,759,668 |
| Provision for doubtful accounts | (4,227,357) | (4,100,942) |
| Accounts receivable, net – Exhibit A | <u>645,793,512</u> | <u>480,658,726</u> |

5- **INVESTMENTS:**

This item represents the company's participation in financing investment projects of other companies according to authenticated contracts for achieving gains on the share of those companies' profits through these projects, during financial periods ranging from one year "short-term" and two years "long-term".

6- **PROJECTS UNDER CONSTRUCTION:**

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|--------------------------|----------------------|-------------------------|
| | SR. | SR. |
| Villas | 3,114,232,424 | 2,445,552,380 |
| Lands | 6,421,338,995 | 5,490,315,120 |
| Total – Exhibit A | <u>9,535,571,419</u> | <u>7,935,867,500</u> |

7- **DEVELOPED PROJECTS:**

This item represents projects owned by the company developed for the purpose of resale.

8- **OTHER CURRENT ASSETS:**

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|------------------------------------|---------------------|-------------------------|
| | SR. | SR. |
| Prepaid expenses | 1,865,923 | 2,535,249 |
| Prepaid murabaha charges | -- | 4,703,277 |
| Secro account | -- | 376,292 |
| Refundable deposits | -- | 14,576,452 |
| Employees advances and imprests | 2,621,872 | 3,395,659 |
| Advance payments to contractors | 630,408,385 | 178,600,000 |
| Advance payments to land suppliers | 342,569,364 | - |
| Others | 8,755,896 | 11,334,436 |
| Total – Exhibit A | <u>986,221,440</u> | <u>215,521,365</u> |

9- **DUE FROM RELATED PARTY:**

This item represents the balance of operating transactions with Kingdom Installment Company as of 30 June 2007.

10- PROPERTY AND EQUIPMENT:

The details of fixed assets costs, accumulated depreciation thereof and related net book value are as follows:

| Cost | Buildings | Vehicles | Furniture & Fixtures | Electrical Appliances | Leashold Improvements | Prefabricated houses | Tools | Signboards | Total |
|--|--------------------|------------------|----------------------|-----------------------|-----------------------|----------------------|------------------|------------------|--------------------|
| | SR. | SR. | SR. | SR. | SR. | SR. | SR. | SR. | SR. |
| Balance at 1/1/2007 | 124,600,450 | 9,232,784 | 15,849,852 | 10,352,171 | 12,134,660 | 8,619,208 | 4,270,453 | 5,566,648 | 190,626,226 |
| Additions for the period | - | - | - | - | 333,561 | - | - | - | 333,561 |
| Balance at 30/06/2007 | 124,600,450 | 9,232,784 | 15,849,852 | 10,352,171 | 12,468,221 | 8,619,208 | 4,270,453 | 5,566,648 | 190,959,787 |
| Accumulated Depreciation | | | | | | | | | |
| Balance at 1/1/2007 | 7,882,251 | 4,283,485 | 5,311,556 | 4,358,733 | 4,027,177 | 3,557,469 | 2,303,215 | 2,882,608 | 34,606,494 |
| Depreciation for the period | 2,031,015 | 911,524 | 1,358,411 | 874,792 | 519,034 | 1,018,292 | 357,851 | 668,979 | 7,739,898 |
| Balance at 30/06/2007 | 9,913,266 | 5,195,009 | 6,669,967 | 5,233,525 | 4,546,211 | 4,575,761 | 2,661,066 | 3,551,587 | 42,346,392 |
| Net book value 30/06/2007 - Exhibit A | 114,687,184 | 4,037,775 | 9,179,885 | 5,118,646 | 7,922,010 | 4,043,447 | 1,609,387 | 2,015,061 | 148,613,395 |

11- **DEFERRED CHARGES, NET:**

Deferred charges are stated at net amount after deducting the provision for amortization as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|--|---------------------|-------------------------|
| | SR. | SR. |
| Deferred charges, beginning balance | 5,497,540 | 5,497,540 |
| Additions | 57,740,094 | - |
| Amortization | (9,736,844) | (2,985,376) |
| Deferred charges, net - Exhibit A | 53,500,790 | 2,512,164 |

12- **ISLAMIC MURABAHA :**

This item represents Islamic Murabaha with local banks as of 30 June 2007.

13- **PROJECTS' SHAREHOLDERS:**

This item represents the amount of participation by investors for the purpose of projects' development.

14- **ACCOUNTS PAYABLE:**

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|--------------------------|---------------------|-------------------------|
| | SR. | SR. |
| Contractors | 64,758,473 | 39,220,281 |
| Suppliers | 3,005,624 | 5,958,759 |
| Total – Exhibit A | 67,764,097 | 45,179,040 |

15- **ACCRUED EXPENSES AND OTHERS:**

The details of this item are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|--------------------------|---------------------|-------------------------|
| | SR. | SR. |
| Accrued expenses | 2,625,433 | 3,494,326 |
| Accrued sukuk charges | 10,594,375 | -- |
| Accrued murabah charges | 14,545,716 | 14,275,557 |
| Withholding tax | 2,636,844 | -- |
| Zakat provision | 445,337,471 | 445,337,471 |
| Advance from customers | 176,297,440 | 105,705,868 |
| Others | 6,315,697 | 3,283,845 |
| Total – Exhibit A | 658,352,976 | 572,097,067 |

16- **DUE TO RELATED PARTY:**

This item represents the balance of operating transactions with Manazel Building and Construction Company as of 30 June 2007.

17- **ISLAMIC SUKUK:**

This item represents of Islamic sukuk amounted to SR 2,250,000,000 (US\$600Million) issued by Dar International Sukuk Company in March 2007 for the benefit of Dar Al Arkan Real Estate Company for which the payments to the sukuk holders will be paid quarterly starting from June 2007 and the final maturity in March 2010.

18- **PROVISION FOR END-OF-SERVICE INDEMNITY:**

The details of this account are as follows:

| | <u>30 June 2007</u> | <u>31 December 2006</u> |
|---|-------------------------|-------------------------|
| | SR. | SR. |
| Balance, beginning of the period | 3,152,478 | 1,902,056 |
| Allocated to expenses | 746,312 | 1,375,040 |
| Settlement during the year | -- | (124,618) |
| Balance, end of the period – Exhibit A | <u>3,898,790</u> | <u>3,152,478</u> |

19- **CAPITAL:**

The Company's capital is SR. 5,400,000,000 divided to 540,000,000 equal shares of SR 10 each and all are ordinary shares.

20- **PROFITS & RESERVES:**

The company distributes the annual net profit after deducting the general expenses and costs as follows:

- Zakat duties deductions.
- According to the article (176) of the Companies' Regulation, the Company retains 10% of net income against statutory reserve, The deductions can be discontinued by the company when this reserve reaches one half of the capital.
- Initial payment to the shareholders equals 5% of paid up capital from the remaining profit.
- 10% of net profit devoted as a reward to the board of directors and the remaining to the shareholders as an additional share of profit.

21- **GROSS PROFIT:**

| Description | <u>For the period from 1 January 2007 to 30 June 2007</u> | | | <u>For the period from</u> |
|-----------------------------------|---|-----------------------------|-----------------------------|----------------------------|
| | <u>Revenues</u> | <u>Cost</u> | <u>Gross Income</u> | <u>1 January 2006 To</u> |
| | SR. | SR. | SR. | <u>30 June 2006</u> |
| Lands | 1,207,201,790 | (585,154,361) | 622,047,429 | 509,269,416 |
| Villas | 747,552,081 | (356,591,936) | 390,960,145 | 320,078,560 |
| Total | <u>1,954,753,871</u> | <u>(941,746,297)</u> | <u>1,013,007,574</u> | <u>829,347,976</u> |
| Gross profit – Exhibit "B" | | | <u>1,013,007,574</u> | <u>829,347,976</u> |

22- SALES AND MARKETING EXPENSES:

The details of this item are as follows:

| | For the period from 1 January 2007 To 30 June 2007 | For the period from 1 January 2006 To 30 June 2006 |
|--------------------------|--|--|
| | SR. | SR |
| Salaries and wages | 2,347,686 | 2,245,057 |
| Advertising | 4,357,147 | 3,973,268 |
| Marketing consulting | 586,214 | -- |
| Meetings and exhibitions | 1,810,273 | 1,781,453 |
| Incentives and bonuses | 1,299,642 | 1,255,232 |
| Others | 322,753 | 293,648 |
| Total – Exhibit B | 10,723,715 | 9,548,658 |

23- GENERAL AND ADMINISTRATIVE EXPENSES:

The details of this item are as follows:

| | For the period from 1 January 2007 To 30 June 2007 | For the period from 1 January 2006 To 30 June 2006 |
|----------------------------------|--|--|
| | SR. | SR |
| Salaries and wages | 7,617,276 | 7,021,339 |
| End of service indemnity | 746,312 | 348,412 |
| Incentives and bonuses | 577,923 | 503,931 |
| Subscription fees | 405,245 | 396,195 |
| Printings & stationery | 532,714 | 425,604 |
| Social insurance | 233,713 | 165,888 |
| Repairs and maintenance | 438,627 | 334,743 |
| Fuel | 197,623 | 195,545 |
| Insurance | 352,641 | 344,722 |
| Consulting and training | 485,912 | 275,483 |
| Provision for doubtful accounts | 126,415 | -- |
| Cleaning and entertainment | 186,912 | 120,664 |
| Water, electricity and telephone | 482,314 | 298,522 |
| Others | 431,925 | 813,859 |
| Total – Exhibit B | 12,815,552 | 11,244,907 |

24- INTERIM RESULTS:

The interim operation results are not indication of the whole year's results of operation.

25- GENERAL:

The figures in the financial statements are rounded to the nearest Saudi Riyal.