

## International In-Depth Report

### Identification Data As Requested

Given name:

**Arabtec Construction**

**Address** PO BOX 3399 DUBAI United Arab Emirates  
**Country** United Arab Emirates (UAE)

### Verified Identification Data

Subject name:

Registered number:

**ARABTEC CONSTRUCTION LLC**

**40928**

**Address** Street No. 4, Al Quoz  
Near Interchange 4, Shk. Zayed Rd.  
**Town** Dubai  
**Country** United Arab Emirates (UAE)  
**Telephone** +971 (4) 3400700  
**Fax** +971 (4) 3404004  
**Email** arabtec@arabtecuae.com  
**Website** www.arabtecuae.com

### Credit Risk Rating

#### Risk Dashboard

As at 29-04-2013

Analysis

91-100	Excellent
81-90	<b>&gt;&gt;&gt;</b>
51-80	Satisfactory
26-50	Passable
0-25	Poor
N/A	No classification

- Organisational structure is consistent
- Management is adequately experienced
- No detrimental records found
- Group financial performance is sound
- Operational trend is steady
- No payment delays noted

**Sound operational and Group financial base. Small to medium credits can be considered with high confidence that commitments can be met under most circumstances. Normal credit control policy applies.**

Credit limit

Recommended limit: **USD 300,000 plus**

## **Corporate Data**

<b>Subject name</b>	ARABTEC CONSTRUCTION LLC
<b>Date registered</b>	02-05-1978
<b>Legal form</b>	Limited Liability Company
<b>Registered number</b>	40928
<b>Registry authority</b>	Dubai Chamber of Commerce
<b>Other reg. no.</b>	Member No. 4350
<b>Registry status</b>	Live/Active
<b>Principal trading address</b>	Street No. 4, Al Quoz Near Interchange 4, Shk. Zayed Rd. Dubai United Arab Emirates (UAE)
<b>Postal address</b>	PO Box 3399 Dubai United Arab Emirates (UAE)
<b>Main activities</b>	Civil construction works, building construction services, engineering services provider.
<b>Number of employees</b>	52,000 (Group)
<b>Auditor</b>	DELOTTE & TOUCHE (M.E) City Tower 2 , Suite 1001 Sheikh Zaled Road PO Box 4254 Dubai United Arab Emirates

## **Legal Notices**

<b>Bankruptcy filings</b>	None
<b>Court judgements</b>	None
<b>Tax liens</b>	None
<b>Debt collections</b>	No negative information was found.
<b>Other</b>	None

## **Financials**

<b>Required to file</b>	No
<b>Source</b>	Group Consolidated Statements
<b>Presentation</b>	Attached to this report / Summarised below
<b>Date of accounts</b>	30-06-2012
<b>Accounts type</b>	Full unaudited / 31-12-2011 full audited
<b>Currency</b>	UAE Dirham (AED)
<b>Exchange rate</b>	USD 1 = AED 3.65 as of 24-04-2013

### **Summarised**

	30-06-2012	31-03-2012	31-12-2011
<b>Consolidation:</b>	Group consolidated	Group consolidated	Group consolidated
<b>Period:</b>	3 months	3 months	12 months
<b>Sales turnover:</b>	1,320,355,000	1,291,900,000	5,003,468,000
<b>Gross profit:</b>	130,887,000	210,271,000	629,312,000
<b>Profit before tax:</b>	-6,258,000	100,231,000	342,500,000
<b>Profit after tax:</b>	46,067,000	100,088,000	340,326,000
<b>Non-current assets:</b>	2,539,506,000	2,488,692,000	2,538,745,000
<b>Current assets:</b>	5,940,050,000	6,115,328,000	6,257,291,000
<b>Inventories:</b>	260,496,000	287,895,000	319,016,000
<b>Total assets:</b>	8,479,556,000	8,604,020,000	8,796,036,000

<b>Current liabilities:</b>	4,776,032,000	4,857,705,000	5,122,903,000
<b>Non-current liabilities:</b>	307,139,000	288,041,000	305,220,000
<b>Total liabilities:</b>	5,083,171,000	5,145,746,000	5,428,123,000
<b>Shareholders' equity:</b>	3,396,385,000	3,458,274,000	3,367,913,000

**Comment** The above Group consolidated figures relate to the Subject's Parent Company, ARABTEC HOLDINGS (PJSC) and its subsidiaries.

### **Current Directors and Other Appointments**

#### **Appointments**

<b>Name</b>	Hasan Abdulla Ismaik
<b>Board function</b>	Chairman
<b>Address</b>	United Arab Emirates
<b>Name</b>	Grigoris C. Christofides
<b>Board function</b>	Chief Executive Officer
<b>Address</b>	United Arab Emirates
<b>Name</b>	Raja Ghanma
<b>Board function</b>	Executive Director
<b>Address</b>	United Arab Emirates

### **Management Team**

<b>Name</b>	Hasan Abdulla Ismaik
<b>Job Title</b>	Chairman
<b>Name</b>	Grigoris C. Christofides
<b>Job Title</b>	Chief Executive Officer
<b>Name</b>	Raja Ghanma
<b>Job Title</b>	Executive Director

### **Share Capital Structure**

<b>Authorised capital</b>	AED 10,000,000
<b>Issued capital</b>	AED 10,000,000
<b>Paid-up capital</b>	AED 10,000,000

### **Shareholders**

<b>How listed</b>	Full List
<b>Name</b>	ARABTEC HOLDINGS (PJSC)
<b>% of shares</b>	100%
<b>Address</b>	United Arab Emirates

### **Corporate Structure**

<b>Name</b>	ARABTEC HOLDINGS (PJSC)
<b>Affiliation type</b>	Parent Company
<b>Address</b>	United Arab Emirates
<b>Name</b>	ARABTEC ENGINEERING SERVICES, L.L.C.

<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	ARABTEC ENVIROGREEN FACILITY MANAGEMENT SERVICES L.L.C.
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	ARABTEC PRECAST, L.L.C.
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	EMIRATES FALCON ELECTROMECHANICAL CO. EFEKO L.L.C.
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	GULF STEEL INDUSTRIES FZC
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	HOUSE OF EQUIPMENT, L.L.C.
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	POLYPOD MIDDLE EAST L.L.C
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Name</b>	TARGET ENGINEERING CONSTRUCTION COMPANY, W.L.L.
<b>Affiliation type</b>	Associate
<b>Address</b>	United Arab Emirates
<b>Comments</b>	A list of major affiliated companies is attached to this report.

## Banking

<b>Bank name</b>	ARAB BANK
<b>Address</b>	United Arab Emirates
<b>Bank name</b>	BANK OF DUBAI
<b>Address</b>	United Arab Emirates
<b>Relationship type</b>	Current Account
<b>Bank name</b>	COMMERCIAL BANK OF DUBAI
<b>Address</b>	United Arab Emirates
<b>Relationship type</b>	Current Account
<b>Bank name</b>	EMIRATES BANK
<b>Address</b>	United Arab Emirates
<b>Relationship type</b>	Current Account
<b>Comments</b>	It is generally not the policy of local banks to provide credit status information to non-bona fide applications, and interested parties would be advised to consult first with the Subject if banker's references are required.

## Operations and History

<b>Full description</b>	The Subject is engaged in civil construction works, building construction services, engineering services provider.
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## Key events

The Subject has received the following awards :

UAE's Top Contractor for 2008

Best Contracting Company in the UAE for 2007

Mohammed Bin Rashid Al Maktoum (MRM) Business Award 2008 - Construction Category (UAE)

Company of the Year Award 2007 (Middle East)

Best Luxury Development in the World (Le Rêvê) – Gold Award

Best Use of Technology (Le Rêvê)

Gold Award at Emirates Hills (Andalucia)

Construction Firm of the Year

## History

Arabtec's roots lie in the construction boom of the 1970's, when the company was established to take advantage of the opportunities offered by the UAE's emerging market. In 1979, Arabtec was awarded its first construction contract for three cold stores, in Dubai, Abu Dhabi and Muscat. Their successful completion in 1980 was followed by the Al Ain Student Accommodation project. This large-scale development was completed in eight months by applying a rigorous, 24 hours a day, seven days a week schedule.

Eleven years later, Arabtec again demonstrated its fast-track capabilities when it completed three residential blocks for the Girls Student Accommodation of UAE University in Al Ain in just four months.

Between April 1981 and September 1988, Arabtec engaged a Swiss company, Cablex, to assist the company in a number of 132KV oil-filled cable installations for DEWA in Dubai. With a collective value in excess of AED 60 million, these projects carried Arabtec safely through the depression that marked the construction market in the late 1980's.

The 1980's also saw Arabtec involved in the construction of a number of private villas, warehouses and office facilities in Dubai, Sharjah and Abu Dhabi. The Abu Ghazaleh Building in Sharjah, completed between 1982 and 1984, marked Arabtec's first turn-key project involving design and construction. This notable residential structure featured tunnel form, a formwork system and technology, used for the first time by Arabtec. The company went on to employ this technology on many projects and in 1989, Arabtec successfully adapted this system for developments of 2,200 villas in Dubai, and has, since then, utilised it in numerous residential projects.

After developing a relationship with the Al Futtaim family in Dubai, in July 1983, Arabtec won the contract to construct their Automobile Distribution Centres in Ajman and Umm Al Quwain. The construction of the Al Futtaim Commercial and Residential Building in Dubai followed in the same year.

Thirteen years later, the relationship continued with the award of Ajman City Centre Complex, a one-year fast-track project comprising a shopping mall, a large Carrefour hypermarket and a cinema complex. The expansion of Deira City Centre followed in 1999, which involved the construction of the Al Futtaim Lexus Tower plus two multi-storey car parks, retail expansion and an 11-screen cineplex.

In 1983, Arabtec began its long involvement with the oil and gas sectors in Abu Dhabi. This phase commenced with new accommodation buildings and offices for Abu Dhabi Oil Co. (Japan) Ltd. (ADOC). ADOC went on to become a major client, awarding us further projects such as the residential and office development on Mubarraz Island, laboratories and control centres and jetty projects. In 1988, Arabtec completed the West Mubarraz Oil and Gas Processing Plant, with a value in excess of AED 120 million, one of its biggest projects for ADOC. In more recent years, Arabtec was awarded the New Jetty and Power Project on Mubarraz Island.

Arabtec also undertook extensive work for GASCO and ADCO in Abu Dhabi, in the inland oil and gas fields – mainly in the western area of the Abu Dhabi Emirate. This included residential projects, clinics, sewage treatment plants, concrete repair and civil projects in their live plants in Bu Hasa, Asab, Ruwais and Bab. The projects spanned from 1983 to 2004 and had a collective value

in excess of AED 500 million.

In 1995, Arabtec made its mark on the aviation world, beginning with the Emirates Airline Engineering Store. Despite being a small design and build project, its accomplishment led Arabtec to be awarded the largest project ever commissioned by Emirates Airline – the Emirates New Technical Centre, which was valued in excess of AED 150 million. The expansion of Dubai Airport for Dubai Civil Aviation gave Arabtec its first exposure to an international project management group, International Bechtel Inc. Valued at approximately AED 450 million, Arabtec's diverse airport work has played a key role in the company's expansion and its rise to the top of the construction field in Dubai.

In 1992, Arabtec expanded into the villa sector with the Al Garhoud Residential Complex. This was soon followed by a number of other villa projects, including in 2001, Arabtec's first villa contract for Emaar, which marked the beginning of a permanent relationship that continues to this day. All of these projects were completed to high standards, handed over on, or ahead of time and have led to the creation of a new division called Arabtec Living, which marked a key milestone in the expansion and growth of the company. This division boasts a workforce in excess of 13,000 labor and staff, as well as state-of-the-art plant and equipment.

The high-rise buildings synonymous with Dubai's skyline have also proved a fertile ground for Arabtec's growth.

Today, Arabtec is one of the leading contractors in this field. As early as 1976, the company made its first foray into high-rise construction with the 17-storey Pearl Building. Fourteen years later, the company re-entered the field with the construction of the 22-storey Lagoon Tower in Sharjah.

This was followed by the Mansoori Tower in Abu Dhabi, the Fairmont Hotel project 1997, the Lexus Tower for Majid Al Futtaim Group in 1999, and the 21st Century Tower for Rostamani Real Estate in 2001. After its completion in 2003, the 55-floor 21st Century Tower was identified among the world's tallest skyscrapers and as the tallest residential building in the world.

Arabtec continues to play a major role in redefining the skyline of Dubai. In conjunction with Samsung and Six Construct, it was involved in the construction of the world's tallest building, the Burj Khalifa, which stands 828 metres tall. Nearby, the Burj Lake Hotel, now called the Address Hotel, has recently been completed, in a joint venture with Six Construct. This earned recognition in the world as The New Hotel of 2008.

With our diverse projects as well as international recognition, we continue to demonstrate our commitment towards the company's vision to be the leading provider of quality construction and engineering services in the Middle East, North Africa and across the globe.

## **Property and Assets**

### **Premises**

The Subject principally operates from premises located at the heading address, consisting of administrative offices.

## **Payment Profile**

### **Debt Collections / Judgements**

No negative information was found.

**Payment Experience**

<b>Supplier name</b>	Bond Advertising
<b>Address</b>	G 22/B-1, Park Lane, KDA Scheme No. 5, Clifton, Karachi
<b>Country</b>	Pakistan
<b>Date</b>	29-04-2013
<b>Telephone</b>	+92 21 3537 2270
<b>Fax</b>	+92 21 3537 2215
<b>Email</b>	info@bondadvertising.com.pk
<b>General comment</b>	We have confirmed relationship between the Subject and this company, however we were requested to send an email for further information. Our email remains unanswered as yet.
<b>Supplier name</b>	Marwat Man power
<b>Address</b>	1-2 Basement, Murad Plaza, University Road, Peshawar, KP,Pakistan
<b>Country</b>	Pakistan
<b>Date</b>	29-04-2013
<b>Telephone</b>	+92-91-5700320
<b>Fax</b>	+92-91-584319
<b>Email</b>	info@marwatmanpower.com
<b>Time known</b>	since 2005 (around 8 years)
<b>Trade terms</b>	Confidential
<b>Average bill/month</b>	Confidential
<b>Credit Limit</b>	No
<b>Payments record</b>	On time
<b>Litigation</b>	No
<b>Outstanding balance</b>	No
<b>General comment</b>	This is a good company.
<b>Payment behaviour</b>	Comments from international trade sources contacted during these current investigations generally concur that the Subject's payments are met PROMPTLY within agreed terms.

**Analysts' Comments**

<b>Sources</b>	Interviews and material provided by the Subject Other official and local business sources
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**Attachments**

<b>Attachments</b>	Group consolidated financial statements List of affiliated companies
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**Consolidated statement of financial position  
as at 31 December 2011**

	Note	2011 AED'000	2010 AED'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	5	1,180,895	1,272,230
Intangible assets	6	94,211	143,741
Investment in associate	7	-	3,200
Goodwill	8	248,629	246,836
Trade and other receivables - non-current portion	9	797,719	774,524
Other financial assets	10	207,365	43,958
Other non-current assets		9,926	10,396
<b>Total non-current assets</b>		<b>2,538,745</b>	<b>2,494,885</b>
<b>Current assets</b>			
Trade and other receivables	9	3,907,107	4,171,772
Other financial assets	10	151,028	178,106
Inventories	11	319,016	369,009
Other current assets	12	138,114	154,294
Due from related parties	13b	1,057,806	723,563
Cash and cash equivalents	14	683,889	588,130
Deferred tax	31	331	331
<b>Total current assets</b>		<b>6,257,291</b>	<b>6,185,205</b>
<b>Total Assets</b>		<b>8,796,036</b>	<b>8,680,090</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital	18	1,495,000	1,196,000
Statutory reserve	19	293,873	267,819
Fair value adjustment reserve		(12,549)	(7,494)
Foreign currency translation reserve		(264)	-
Retained earnings		1,177,035	1,241,549
<b>Equity attributable to equity holders of the Parent</b>		<b>2,953,095</b>	<b>2,697,874</b>
Non-controlling interests		<b>414,818</b>	<b>404,444</b>
<b>Total Equity</b>		<b>3,367,913</b>	<b>3,102,318</b>
<b>Non-current liabilities</b>			
Bank borrowings	20	55,650	110,379
Provision for employees' end of service indemnity	21	157,810	128,286
Retentions payable - non-current portion	22	91,760	203,832
<b>Total non-current liabilities</b>		<b>305,220</b>	<b>442,497</b>
<b>Current liabilities</b>			
Bank borrowings	20	468,308	626,672
Trade and other payables	23	3,831,639	4,155,334
Due to related parties	13c	821,371	348,075
Income tax payable		1,585	5,194
<b>Total current liabilities</b>		<b>5,122,903</b>	<b>5,135,275</b>
<b>Total Liabilities</b>		<b>5,428,123</b>	<b>5,577,772</b>
<b>Total Equity and Liabilities</b>		<b>8,796,036</b>	<b>8,680,090</b>

**Consolidated income statement  
for the year ended 31 December 2011**

	Note	2011 AED'000	2010 AED'000
Revenues	24	5,003,468	5,463,698
Direct costs	25	(4,374,156)	(4,636,675)
<b>Gross profit</b>		<b>629,312</b>	<b>827,023</b>
Other operating income	26	36,545	46,508
General and administrative expenses	27	(347,586)	(448,988)
Gain on derecognition of financial assets		19,707	-
Other income	28	33,067	34,176
Net changes in fair value of non-current retentions and trade receivables	29	(11,518)	2,140
Investment income	30	16,028	18,573
Finance costs		(33,055)	(41,701)
<b>Profit before tax</b>		<b>342,500</b>	<b>437,731</b>
Income tax expense	31	(2,174)	(6,131)
<b>Profit for the year</b>		<b>340,326</b>	<b>431,600</b>
<i>Attributable to:</i>			
Equity holders of the parent		260,540	307,118
Non-controlling interests		79,786	124,482
		<b>340,326</b>	<b>431,600</b>
<i>Basic earnings per share (AED)</i>			
[Based on profit for the year attributable to equity holders of the parent and 1,495 million shares in issue throughout the year (bonus shares of 299 million shares approved on 3 April 2011, have also been considered in the calculation for 2010)]		<b>AED 0.17</b>	<b>AED 0.21</b>

**Consolidated statement of comprehensive income  
for the year ended 31 December 2011**

	2011 AED'000	2010 AED'000
Profit for the year	<u>340,326</u>	<u>431,600</u>
<b>Other comprehensive loss</b>		
Net unrealised loss on revaluation of available for sale investments	<u>(5,055)</u>	<u>(5,152)</u>
<b>Total comprehensive income for the year</b>	<u><u>335,271</u></u>	<u><u>426,448</u></u>
<b>Total comprehensive income attributable to:</b>		
Equity holders of the parent	<u>255,485</u>	<u>301,966</u>
Non-controlling interests	<u>79,786</u>	<u>124,482</u>
	<u><u>335,271</u></u>	<u><u>426,448</u></u>

**Arabtec Holding PJSC and its Subsidiaries**
**2**
**Interim condensed consolidated statement of financial position  
At 31 March 2012**

	Note	31 March 2012 AED'000 (Unaudited)	31 December 2011 AED'000 (Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	13	1,184,723	1,180,895
Intangible assets	12	81,829	94,211
Goodwill		248,629	248,629
Trade and other receivables - non-current portion		752,329	797,719
Other financial assets		211,152	207,365
Other non-current assets		10,030	9,926
<b>Total non-current assets</b>		<b>2,488,692</b>	<b>2,538,745</b>
<b>Current assets</b>			
Trade and other receivables		3,715,676	3,907,107
Other financial assets	10	151,549	151,028
Inventories		287,895	319,016
Other current assets		125,444	138,114
Due from related parties	9 (b)	1,203,392	1,057,806
Cash and cash equivalents	8	631,041	683,889
Deferred tax		331	331
<b>Total current assets</b>		<b>6,115,328</b>	<b>6,257,291</b>
<b>Total Assets</b>		<b>8,604,020</b>	<b>8,796,036</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves</b>			
Share capital		1,495,000	1,495,000
Statutory reserve		302,281	293,873
Fair value adjustment reserve		(12,208)	(12,549)
Foreign currency translation reserve		242	(264)
Retained earnings		1,252,715	1,177,035
<b>Equity attributable to equity holders of the Parent</b>		<b>3,038,030</b>	<b>2,953,095</b>
Non-controlling interests		420,244	414,818
<b>Total Equity</b>		<b>3,458,274</b>	<b>3,367,913</b>
<b>Non-current liabilities</b>			
Bank borrowings	14	45,694	55,650
Provision for employees' end of service indemnity		165,625	157,810
Retentions payable - non-current portion		76,722	91,760
<b>Total non-current liabilities</b>		<b>288,041</b>	<b>305,220</b>
<b>Current liabilities</b>			
Bank borrowings	14	464,705	468,308
Trade and other payables		3,549,663	3,831,639
Due to related parties	9 (c)	841,902	821,371
Income tax payable		1,435	1,585
<b>Total current liabilities</b>		<b>4,857,705</b>	<b>5,122,903</b>
<b>Total Liabilities</b>		<b>5,145,746</b>	<b>5,428,123</b>
<b>Total Equity and Liabilities</b>		<b>8,604,020</b>	<b>8,796,036</b>

**Arabtec Holding PJSC and its Subsidiaries**
**3**
**Interim condensed consolidated statement of income  
for the three month period ended 31 March 2012**

Note	Three Month Period Ended 31 March	
	2012 AED'000 (Unaudited)	2011 AED'000 (Unaudited)
	1,291,900	1,241,577
Revenues	1,291,900	1,241,577
Direct costs	(1,081,629)	(1,076,726)
<b>Gross profit</b>	<b>210,271</b>	<b>164,851</b>
Other operating income	6,718	10,057
Other income	7,507	11,433
General and administrative expenses	(130,010)	(121,932)
Net changes in fair value of non-current retentions and trade receivables	3,576	(2,573)
Investment income	8,376	-
Finance costs	(6,207)	(7,305)
<b>Profit before tax</b>	<b>6</b>	<b>54,531</b>
Income tax expense	15	(143)
<b>Profit for the period</b>	<b>100,088</b>	<b>54,002</b>
<b>Attributable to:</b>		
Equity holders of the Parent	84,088	26,616
Non-controlling interests	16,000	27,386
	<b>100,088</b>	<b>54,002</b>
<b>Basic earnings per share (AED)</b> (based on profit for the period attributable to equity holders of the parent and 1,495 million shares in issue throughout the period)	<b>0.06</b>	<b>0.02</b>

**Arabtec Holding PJSC and its Subsidiaries**

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**Interim condensed consolidated statement of comprehensive income  
for the three month period ended 31 March 2012**

	Three Month Period Ended 31 March	
	2012 AED'000 (Unaudited)	2011 AED'000 (Unaudited)
<b>Profit for the period</b>	<b>100,088</b>	54,002
<i><b>Other comprehensive loss</b></i>		
Net unrealised gain/(loss) on revaluation of available for sale investments	341	(43)
<b>Total comprehensive income for the period</b>	<b>100,429</b>	53,959
<i><b>Total comprehensive income attributable to:</b></i>		
Equity holders of the Parent	84,429	26,573
Non-controlling interests	16,000	27,386
	<b>100,429</b>	<b>53,959</b>

## Arabtec Holding PJSC and its Subsidiaries

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Period ended 30 June 2012 (Unaudited)

	Note	Three month period ended 30 June		Six month period ended 30 June	
		2012 AED'000	2011 AED'000	2012 AED'000	2011 AED'000
Revenues		1,320,355	1,216,526	2,612,255	2,458,103
Contract costs		(1,189,468)	(1,080,822)	(2,271,097)	(2,157,548)
<b>GROSS PROFIT</b>		<b>130,887</b>	<b>135,704</b>	<b>341,158</b>	<b>300,555</b>
Other income		25,683	14,072	51,860	35,562
Administrative expenses		(154,224)	(94,865)	(284,234)	(219,370)
Finance costs		(8,604)	(9,841)	(14,811)	(17,146)
<b>(LOSS) / PROFIT BEFORE TAX</b>		<b>(6,258)</b>	<b>45,070</b>	<b>93,973</b>	<b>99,601</b>
Income tax expense	7	(473)	(516)	(616)	(1,045)
<b>(LOSS) / PROFIT FOR THE PERIOD</b>		<b>(6,731)</b>	<b>44,554</b>	<b>93,357</b>	<b>98,556</b>
<b>Other comprehensive income</b>					
Change in fair value of available-for-sale investments	11	51,829	(1,966)	52,170	(2,009)
Exchange difference on translation of foreign operations		969	-	1,475	-
<b>Total other comprehensive income</b>		<b>52,798</b>	<b>(1,966)</b>	<b>53,645</b>	<b>(2,009)</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX</b>		<b>46,067</b>	<b>42,588</b>	<b>147,002</b>	<b>96,547</b>
<i>Profit for the period attributable to:</i>					
Owners of the Parent		(11,595)	28,972	72,493	55,588
Non-controlling interests		4,864	15,582	20,864	42,968
		<b>(6,731)</b>	<b>44,554</b>	<b>93,357</b>	<b>98,556</b>
<i>Total comprehensive income for the period attributable to:</i>					
Owners of the Parent		41,249	27,218	126,184	53,791
Non-controlling interests		4,818	15,370	20,818	42,756
		<b>46,067</b>	<b>42,588</b>	<b>147,002</b>	<b>96,547</b>
Basic and diluted earnings per share (AED)	17	<b>(0.01)</b>	<b>0.02</b>	<b>0.05</b>	<b>0.04</b>

Arabtec Holding PJSC and its Subsidiaries  
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
At 30 June 2012

		30 June 2012	31 December 2011
	Notes	<i>AED'000</i> (Unaudited)	<i>AED'000</i> (Audited)
<b>ASSETS</b>			
Non-current assets			
Property, plant and equipment	8	1,188,287	1,180,895
Intangible assets	9	317,990	342,840
Investments in associates	10	30,145	-
Accounts receivable and prepayments		714,837	797,719
Other financial assets	11	252,091	201,840
Other non-current assets		36,156	15,451
		<b>2,539,506</b>	<b>2,538,745</b>
Current assets			
Inventories		260,496	319,016
Accounts receivable and prepayments		4,005,602	4,196,580
Due from related parties	12	1,179,142	1,057,806
Bank balances and cash	13	494,810	683,889
		<b>5,940,050</b>	<b>6,257,291</b>
<b>TOTAL ASSETS</b>		<b>8,479,556</b>	<b>8,796,036</b>
<b>EQUITY AND LIABILITIES</b>			
Equity			
Share capital	15	1,569,750	1,495,000
Statutory reserve		301,122	293,873
Fair value reserve		39,621	(12,549)
Other capital reserve	5	(2,201)	-
Foreign currency translation reserve		1,257	(264)
Retained earnings		1,092,779	1,177,035
		<b>3,002,328</b>	<b>2,953,095</b>
Equity attributable to owners of the Parent		394,057	414,818
Non-controlling interests			
Total Equity		<b>3,396,385</b>	<b>3,367,913</b>
Non-current liabilities			
Bank borrowings	14	43,710	55,650
Employees' end of service benefits		173,485	157,810
Retentions payable		89,944	91,760
		<b>307,139</b>	<b>305,220</b>
Current liabilities			
Accounts payable and accruals		3,500,594	3,831,639
Bank borrowings	14	489,775	468,308
Due to related parties	12	785,143	821,371
Income tax payable		520	1,585
		<b>4,776,032</b>	<b>5,122,903</b>
Total liabilities		<b>5,083,171</b>	<b>5,428,123</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>8,479,556</b>	<b>8,796,036</b>

<i>Name of subsidiary and its domicile</i>	<i>Percentage of beneficial holding</i>		<i>Principal activities</i>
	<i>2012</i>	<i>2011</i>	
Arabtec Construction LLC, Dubai, UAE	100%	100%	Civil construction and related works
Austrian Arabian Ready Mix Concrete Co LLC, Dubai, UAE	100%	100 %	Manufacture and transportation of ready mix concrete products
House of Equipment Co LLC, Dubai, UAE	66.67%	66.67%	Trading & Leasing of construction equipment
Arabtec Construction LLC, Doha, Qatar	49%	49%	Civil construction and related works
Arabtec Precast LLC, Dubai, UAE	100%	100%	Manufacture of precast panels
Nasser Bin Khaled Factory Ready Mix Concrete Co LLC, Doha, Qatar	49%	49%	Manufacture and transportation of ready mix concrete products
Emirates Falcon Electromechanical Co EFECO LLC, Dubai, UAE	55%	55%	Electrical, Mechanical & Plumbing contracts
Arabtec Engineering services LLC, Dubai, UAE	80%	80%	Infrastructure Construction works
Arabtec International Company Limited, Republic of Mauritius	100%	100%	Civil construction and related works
Arabtec Construction Syria LLC, Syrian Arab Republic	100%	100%	Civil construction and related works
Arabtec Pakistan (Pvt) Limited, Pakistan	60%	60%	Civil construction and related works
Target Engineering construction Company, Abu Dhabi, UAE	60%	60%	Civil construction and related works
Gulf Steel Industries FZC, Sharjah, UAE	100%	55%	Fabrication of steel structures and Profiles

Arabtec Saudi Arabia LLC, Kingdom of Saudi Arabia	45%	45%	Civil construction and related works
Arabtec Egypt for construction SAE, Arab Republic of Egypt	55%	55%	Civil construction and related works
Arabtec Construction LLC (Foreign Company), State of Palestine	100%	100%	Civil construction and related works
Arabtec Musawa WLL, Kingdom of Bahrain (under formation)	75%	75%	Civil construction and related works
Arabtec Angola, Republic of Angola (under formation)	49%	49%	Civil construction and related works
EFECO Saudi LLC, Kingdom of Saudi Arabia	39%	39%	Electrical, Mechanical & Plumbing contracts
EFECO Qatar WLL, Doha, Qatar	27%	27%	Electrical, Mechanical & Plumbing contracts
EFECO LLC, State of Palestine	100%	100%	Electrical, Mechanical & Plumbing contracts
Arabtec Construction Machinery LLC, Kingdom of Saudi Arabia	58%	58%	Trading and Leasing of construction equipment
Saudi Austrian Arabian Ready Mix Company LLC, Kingdom of Saudi Arabia	62%	62%	Manufacture and transportation of ready mix concrete products
Idrotec Srl, Italy	48%	48%	Civil construction and related works
Arabtec Construction LLC, State of Kuwait (under formation)	100%	100%	Civil construction and related works
Arabtec-Envirogreen Facility Management Services LLC, Dubai, UAE	51%	51%	Building maintenance and cleaning services, facilities management and security services
Arabtec Construction India (Pvt) Limited, India	63%	63%	Civil construction and related works
Arabtec Investments Holding Limited, JAFZA, Dubai, UAE	100%	100%	Holding or investment of shares or commercial holding
Polypod Middle East LLC, Abu Dhabi, UAE	35%	18%	Assembly of bathroom pods and other types of pods on the same concept
Gulf Capital PJSC – Salboukh project, Saudi Arabia	24%	-	Development of Salboukh residential compound in Riyadh
Envirecon, Kingdom of Saudi Arabia	30%	-	Manufacture of concrete and mixture, additives and other construction chemicals