

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**CONDENSED INTERIM FINANCIAL**  
**INFORMATION AND REVIEW REPORT**  
**FOR THE SIX-MONTHS PERIOD ENDED**  
**JUNE 30, 2018**

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**CONDENSED INTERIM FINANCIAL INFORMATION AND REVIEW REPORT**  
**FOR THE SIX- MONTHS PERIOD ENDED JUNE 30, 2018**

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## Report on Review of Condensed Interim Financial Information

To the Board of Directors  
Umm Al Qaiwain General Investments Company  
A Public Shareholding Company,  
Umm Al Qaiwain - United Arab Emirates.

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Umm Al Qaiwain General Investments Company P.S.C. (the "Company")** – Umm Al Qaiwain, United Arab Emirates, as at 30 June 2018 and the related condensed interim statements of income, comprehensive income, changes in equity and cash flows for the six months period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with International Accounting Standard 34, "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

### Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information are not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting".

**TALAL ABU-GHAZALEH & CO. INTERNATIONAL**

**TALAT ZABEN**  
LICENSED AUDITOR NO. 68


Ras Al Khaimah  
August 7, 2018

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2018**

**EXHIBIT A**

| ASSETS                                                                | Notes | June 30,<br>2018<br>(Unaudited)<br>AED   | December 31,<br>2017<br>(Audited)<br>AED | June 30,<br>2017<br>(Unaudited)<br>AED   |
|-----------------------------------------------------------------------|-------|------------------------------------------|------------------------------------------|------------------------------------------|
| <b>Non-current assets</b>                                             |       |                                          |                                          |                                          |
| Land                                                                  |       |                                          |                                          |                                          |
| Investments at fair value through other comprehensive income (FVTOCI) | 5     | 330,925,540                              | 330,925,540                              | 159,932,441                              |
| <b>Total non-current assets</b>                                       | 6     | <u>337,525,939</u><br><u>668,451,479</u> | <u>374,436,666</u><br><u>705,362,206</u> | <u>396,250,159</u><br><u>556,182,600</u> |
| <b>Current assets</b>                                                 |       |                                          |                                          |                                          |
| Investments at fair value through profit or loss (FVTPL)              | 7     | 49,551,084                               | 76,858,287                               | 71,902,933                               |
| Accounts receivable and others                                        | 8     | 843,173                                  | 151,972                                  | 11,953,938                               |
| Cash and cash equivalents                                             | 9     | <u>37,339,894</u>                        | <u>20,997,149</u>                        | <u>1,700,884</u>                         |
| <b>Total current assets</b>                                           |       | <u>87,734,151</u>                        | <u>98,007,408</u>                        | <u>85,557,755</u>                        |
| <b>Assets held for sale (discontinued operations)</b>                 |       | --                                       | --                                       | 2,531,286                                |
| <b>TOTAL ASSETS</b>                                                   |       | <u>756,185,630</u>                       | <u>803,369,614</u>                       | <u>644,271,641</u>                       |
| <b>EQUITY AND LIABILITIES</b>                                         |       |                                          |                                          |                                          |
| <b>Equity</b>                                                         |       |                                          |                                          |                                          |
| Capital                                                               |       |                                          |                                          |                                          |
| Legal Reserve                                                         | 10    | 363,000,000                              | 363,000,000                              | 363,000,000                              |
| Investments revaluation reserve – FVTOCI                              |       | 33,223,018                               | 33,223,018                               | 31,502,072                               |
| Land revaluation reserve                                              |       | (6,320,879)                              | 36,342,998                               | 59,514,158                               |
| Retained earnings                                                     |       | 297,085,855                              | 297,085,855                              | 126,092,756                              |
| <b>Net equity – Exhibit C</b>                                         |       | <u>24,635,370</u><br><u>711,623,364</u>  | <u>33,788,091</u><br><u>763,439,962</u>  | <u>18,211,733</u><br><u>598,320,719</u>  |
| <b>Non-current liability</b>                                          |       |                                          |                                          |                                          |
| End of service benefit obligation                                     |       | 737,604                                  | 716,174                                  | 734,661                                  |
| <b>Current liabilities</b>                                            |       |                                          |                                          |                                          |
| Account payable and other payables                                    |       |                                          |                                          |                                          |
| Bank overdraft                                                        | 11    | 42,325,767                               | 37,993,951                               | 43,152,553                               |
| <b>Total current liabilities</b>                                      |       | <u>1,498,895</u><br><u>43,824,662</u>    | <u>1,219,527</u><br><u>39,213,478</u>    | <u>2,063,708</u><br><u>45,216,261</u>    |
| <b>Total liabilities</b>                                              |       | <u>44,562,266</u>                        | <u>39,929,652</u>                        | <u>45,950,922</u>                        |
| <b>TOTAL EQUITY AND LIABILITIES</b>                                   |       | <u>756,185,630</u>                       | <u>803,369,614</u>                       | <u>644,271,641</u>                       |

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF  
THIS CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)**

  
**MOHAMMED SALEM ABDULLA SALEM AL HOSANI**  
**MANAGING DIRECTOR**

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**CONDENSED INTERIM STATEMENT OF INCOME**  
**FOR THE SIX-MONTHS PERIOD ENDED JUNE 30, 2018**

**EXHIBIT B-1**

|                                                         | <u>Notes</u> | <u>For Six Months Ended</u> |                          | <u>For Three Months Ended</u> |                         |
|---------------------------------------------------------|--------------|-----------------------------|--------------------------|-------------------------------|-------------------------|
|                                                         |              | <u>June 30,</u>             | <u>June 30,</u>          | <u>June 30,</u>               | <u>June 30,</u>         |
|                                                         |              | <u>2018</u>                 | <u>2017</u>              | <u>2018</u>                   | <u>2017</u>             |
|                                                         |              | <u>(Unaudited)</u>          | <u>(Unaudited)</u>       | <u>(Unaudited)</u>            | <u>(Unaudited)</u>      |
|                                                         |              | <u>AED</u>                  | <u>AED</u>               | <u>AED</u>                    | <u>AED</u>              |
| Profit from investment in shares                        |              | 20,783,734                  | 20,560,714               | 4,816,347                     | 6,120,695               |
| Changes in fair value of investment at FVTPL            | 7            | (2,572,703)                 | (1,644,872)              | (1,067,113)                   | (2,338,666)             |
| Other income                                            |              | 42,863                      | 9,983                    | 42,863                        | 9,983                   |
| Administrative expenses                                 |              | (1,783,146)                 | (1,761,622)              | (975,949)                     | (996,193)               |
| Gain/ (Loss) on foreign exchange                        |              | 1,177                       | (12,540)                 | 1,177                         | --                      |
| Finance costs                                           |              | (1,730)                     | (65,843)                 | (780)                         | (62,893)                |
| <b>Profit for the period from continuing operations</b> |              | <b><u>16,470,195</u></b>    | <b><u>17,085,820</u></b> | <b><u>2,816,545</u></b>       | <b><u>2,732,926</u></b> |
| <b>Discontinued operations</b>                          |              |                             |                          |                               |                         |
| Loss from discontinued operations                       | 12           | --                          | (163,726)                | --                            | (56,207)                |
| <b>PROFIT FOR THE PERIOD – EXHIBIT B-2</b>              |              | <b><u>16,470,195</u></b>    | <b><u>16,922,094</u></b> | <b><u>2,816,545</u></b>       | <b><u>2,676,719</u></b> |
| <b>Basic earnings per share</b>                         | 13           | <b><u>0.045</u></b>         | <b><u>0.047</u></b>      | <b><u>0.008</u></b>           | <b><u>0.007</u></b>     |

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**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE SIX-MONTHS PERIOD ENDED JUNE 30, 2018**

**EXHIBIT B-2**

|                                                                           |              | <u>For Six Months Ended</u>                                        |                                                                    | <u>For Three Months Ended</u>                                      |                                                                    |
|---------------------------------------------------------------------------|--------------|--------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|--------------------------------------------------------------------|
|                                                                           | <u>Notes</u> | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> |
| <b>Profit for the period – Exhibit B-1</b>                                |              | <b><u>16,470,195</u></b>                                           | <u>16,922,094</u>                                                  | <b><u>2,816,545</u></b>                                            | <u>2,676,719</u>                                                   |
| <b><u>Other comprehensive income</u></b>                                  |              |                                                                    |                                                                    |                                                                    |                                                                    |
| Changes in fair value of investments at FVTOCI                            | 6            | (42,138,514)                                                       | (1,744,852)                                                        | (32,793,304)                                                       | (5,061,772)                                                        |
| Profit from sale of investments at FVTOCI                                 |              | 661,721                                                            | 30,250                                                             | 150,658                                                            | --                                                                 |
| <b>Total other comprehensive (loss)</b>                                   |              | <b><u>(41,476,793)</u></b>                                         | <u>(1,714,602)</u>                                                 | <b><u>(32,642,646)</u></b>                                         | <u>(5,061,772)</u>                                                 |
| <b>TOTAL COMPREHENSIVE (LOSS) / INCOME<br/>FOR THE PERIOD – EXHIBIT C</b> |              | <b><u>(25,006,598)</u></b>                                         | <u>15,207,492</u>                                                  | <b><u>(29,826,101)</u></b>                                         | <u>(2,385,053)</u>                                                 |

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**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2018**

**EXHIBIT C**

|                                                                  | <u>Capital</u>     | <u>Legal<br/>reserve</u> | <u>Investments<br/>revaluation<br/>reserve –<br/>FVTOCI</u> | <u>Land<br/>revaluation<br/>reserve</u> | <u>Retained<br/>earnings</u> | <u>Net</u>         |
|------------------------------------------------------------------|--------------------|--------------------------|-------------------------------------------------------------|-----------------------------------------|------------------------------|--------------------|
|                                                                  | <u>AED</u>         | <u>AED</u>               | <u>AED</u>                                                  | <u>AED</u>                              | <u>AED</u>                   | <u>AED</u>         |
| <b><u>Six months ended June 30, 2017</u></b>                     |                    |                          |                                                             |                                         |                              |                    |
| Balance at December 31, 2016 (Audited)                           | 363,000,000        | 31,502,072               | 61,329,952                                                  | 126,092,756                             | 27,598,447                   | 609,523,227        |
| Profit for the period – Exhibit B – 1                            | --                 | --                       | --                                                          | --                                      | 16,922,094                   | 16,922,094         |
| Other comprehensive (loss)                                       | --                 | --                       | (1,744,852)                                                 | --                                      | 30,250                       | (1,714,602)        |
| Total comprehensive income for the period – Exhibit B – 2        | --                 | --                       | (1,744,852)                                                 | --                                      | 16,952,344                   | 15,207,492         |
| Dividends                                                        | --                 | --                       | --                                                          | --                                      | (25,410,000)                 | (25,410,000)       |
| Board of Directors' remuneration                                 | --                 | --                       | --                                                          | --                                      | (1,000,000)                  | (1,000,000)        |
| Transferred to retained earnings on sale of investment at FVTOCI | --                 | --                       | (70,942)                                                    | --                                      | 70,942                       | --                 |
| <b>Balance at June 30, 2017 (Unaudited) – Exhibit A</b>          | <b>363,000,000</b> | <b>31,502,072</b>        | <b>59,514,158</b>                                           | <b>126,092,756</b>                      | <b>18,211,733</b>            | <b>598,320,719</b> |
| <b><u>Six months ended June 30, 2018</u></b>                     |                    |                          |                                                             |                                         |                              |                    |
| Balance at December 31, 2017 (Audited) – Exhibit A               | 363,000,000        | 33,223,018               | 36,342,998                                                  | 297,085,855                             | 33,788,091                   | 763,439,962        |
| Profit for the period – Exhibit B – 1                            | --                 | --                       | --                                                          | --                                      | 16,470,195                   | 16,470,195         |
| Other comprehensive (loss)                                       | --                 | --                       | (42,138,514)                                                | --                                      | 661,721                      | (41,476,793)       |
| Total comprehensive (loss) for the period – Exhibit B – 2        | --                 | --                       | (42,138,514)                                                | --                                      | 17,131,916                   | (25,006,598)       |
| Dividends                                                        | --                 | --                       | --                                                          | --                                      | (25,410,000)                 | (25,410,000)       |
| Board of Directors' remuneration                                 | --                 | --                       | --                                                          | --                                      | (1,400,000)                  | (1,400,000)        |
| Transferred to retained earnings on sale of investment at FVTOCI | --                 | --                       | (525,363)                                                   | --                                      | 525,363                      | --                 |
| <b>Balance at June 30, 2018 (Unaudited) – Exhibit A</b>          | <b>363,000,000</b> | <b>33,223,018</b>        | <b>(6,320,879)</b>                                          | <b>297,085,855</b>                      | <b>24,635,370</b>            | <b>711,623,364</b> |

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF  
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**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**CONDENSED INTERIM STATEMENT OF CASH FLOWS**  
**FOR THE SIX-MONTHS PERIOD ENDED JUNE 30, 2018**

**EXHIBIT D**

|                                                                                         | <b><u>June 30,</u></b><br><b><u>2018</u></b> | <b><u>June 30,</u></b><br><b><u>2017</u></b> |
|-----------------------------------------------------------------------------------------|----------------------------------------------|----------------------------------------------|
|                                                                                         | <b><u>(Unaudited)</u></b>                    | <b><u>(Unaudited)</u></b>                    |
|                                                                                         | <b><u>AED</u></b>                            | <b><u>AED</u></b>                            |
| <b>Cash Flows from Operating Activities</b>                                             |                                              |                                              |
| Profit for the period – Exhibit B-1                                                     | 16,470,195                                   | 16,922,094                                   |
| <b>Adjustments for:</b>                                                                 |                                              |                                              |
| End of service benefit                                                                  | 21,430                                       | (136,963)                                    |
| Profit from investments in shares                                                       | (20,783,734)                                 | (20,560,714)                                 |
| Changes in fair value of investments at FVTPL                                           | 2,572,703                                    | 1,644,872                                    |
| (Gain) / Loss on foreign exchange                                                       | (1,177)                                      | 12,540                                       |
| Finance costs                                                                           | 1,730                                        | 65,843                                       |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>Operating loss before working capital changes</b>                                    | <b>(1,718,853)</b>                           | <b>(2,052,328)</b>                           |
| (Decrease) / increase in accounts receivable and others                                 | (205,962)                                    | 60,421                                       |
| (Decrease) in accounts payable and other payables                                       | (82,032)                                     | (56,791)                                     |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>Net cash used in operations</b>                                                      | <b>(2,006,847)</b>                           | <b>(2,048,698)</b>                           |
| Finance costs paid                                                                      | (1,730)                                      | (65,843)                                     |
| Advance payment received from sale of assets held-for-sale<br>(discontinued operations) | --                                           | 2,000,000                                    |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>Net cash (used in) operating activities</b>                                          | <b>(2,008,577)</b>                           | <b>(114,541)</b>                             |
|                                                                                         |                                              |                                              |
| <b>Cash Flows from Investing Activities</b>                                             |                                              |                                              |
| Net movement in investments in shares                                                   | 19,507,890                                   | 7,829,189                                    |
| Profit received from investments in shares                                              | 20,960,216                                   | 11,350,496                                   |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>Net cash provided by investing activities</b>                                        | <b>40,468,106</b>                            | <b>19,179,685</b>                            |
|                                                                                         |                                              |                                              |
| <b>Cash Flows from Financing Activities</b>                                             |                                              |                                              |
| Paid to shareholders                                                                    | (20,996,152)                                 | (20,624,279)                                 |
| Board of director's remuneration paid                                                   | (1,400,000)                                  | (1,000,000)                                  |
| Bank overdraft                                                                          | 279,368                                      | 742,195                                      |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>Net cash (used in) financing activities</b>                                          | <b>(22,116,784)</b>                          | <b>(20,882,084)</b>                          |
|                                                                                         |                                              |                                              |
| <b>Net increase / (decrease) in cash and cash equivalents</b>                           | <b>16,342,745</b>                            | <b>(1,816,940)</b>                           |
| Cash and cash equivalents at the beginning of the period                                | 20,997,149                                   | 3,517,824                                    |
|                                                                                         | <hr/>                                        | <hr/>                                        |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD – Note 9 &amp; Exhibit A</b>      | <b>37,339,894</b>                            | <b>1,700,884</b>                             |
|                                                                                         | =====                                        | =====                                        |

**THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF  
THIS CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)**



**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE PERIOD ENDED JUNE 30, 2018 (UNAUDITED) (continued...)**

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**1. GENERAL INFORMATION:**

**Umm Al Qaiwain General Investments Company** (Formerly Umm Al Qaiwain Cement Industries Company), a Public Shareholding Company (hereinafter referred to as “the Company”), was incorporated in Umm Al Qaiwain by Amiri Decree number 2/82 on February 11, 1982.

The Company has registered with the competent governmental authorities in accordance with the law in the United Arab Emirates for the production and trade of cement and import of raw materials. During the year 2015, the Company had discontinued its operations for production and sale of cement as decided in Ordinary General Assembly Meeting on April 18, 2015. The Company has changed its name and commercial activities by making amendments in memorandum and articles of association and other legal formalities. The commercial activity includes investment in lands, buildings, education, health sector, general investments, etc.

The Company had obtained approval from the Securities and Commodities Authority to change the commercial activities and trade name to become Umm Al Qaiwain General Investments Company P.S.C. and obtained a commercial license from the Department of Economic Development – Umm Al Qaiwain.

The Company is domiciled at Umm Al Qaiwain, United Arab Emirates.

The Company’s lifetime period is one hundred years, and commenced from the registration date with concerned authorities.

**2. ADOPTION OF NEW AND REVISED STANDARDS:**

In the current year, the Company has adopted the new and revised International Financial Reporting Standards (IFRSs) including the International Accounting Standards (IASs) and their interpretation as that are relevant to its operations and effective on the current financial statements.

The new and revised International Financial Reporting Standards (IFRSs) and interpretation as applicable are being adopted in the Company’s financial statements for the period commencing January 1, 2017 or as and when it is applicable.

**3. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES:**

**a) Basis of preparation:**

This condensed interim financial information has been prepared in accordance with International Accounting Standard No. 34 “Interim Financial Reporting”.

The condensed interim financial information does not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards. In addition results for the six months period ended June 30, 2018 are not necessarily indicative of the results that may be expected for the financial year ending December 31, 2018.

**UMM AL QAIWAIN GENERAL INVESTMENTS COMPANY**  
**A PUBLIC SHAREHOLDING COMPANY**  
**UMM AL QAIWAIN**  
**UNITED ARAB EMIRATES**

**NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION**  
**FOR THE PERIOD ENDED JUNE 30, 2018 (UNAUDITED) (continued...)**

**3. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES (continued...):**

**b) Accounting estimates and judgments:**

The preparation of this condensed interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this condensed interim financial information, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements of the Company for the year ended December 31, 2017.

**c) Financial risk management:**

All aspects of the Company's financial risk management objectives and policies are consistent with that disclosed in the financial statements as at December 31, 2017.

**d) Accounting policies:**

The accounting policies used in the preparation of the condensed interim financial information are consistent with those used in the preparation of the annual financial statements for the year ended December 31, 2017.

**4. OTHER INFORMATION:**

The Company has no investments and does not own shares in the Abraaj Group Company.

**5. LAND:**

- 1) Land amounting to **AED 330,925,540** includes land on which assets held-for-sale are situated, in addition to the port land. The lands were evaluated by independent evaluators. The lands have an area of 10,671,317 square feet, the movement over land were as follows:

|                                                    | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>December 31,</u><br><u>2017</u><br><u>(Audited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> |
|----------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| Balance at 1 January                               | <b>330,925,540</b>                                                 | 159,932,441                                                          | 159,932,441                                                        |
| Land revaluation surplus                           | --                                                                 | <u>170,993,099</u>                                                   | --                                                                 |
| <b>Fair value at end of the period – Exhibit A</b> | <b><u>330,925,540</u></b>                                          | <u>330,925,540</u>                                                   | <u>159,932,441</u>                                                 |
|                                                    | =====                                                              | =====                                                                | =====                                                              |

- 2) Land registration procedures have not yet been completed on behalf of Umm Al Qaiwain General Investments Company, as these are still in the former name (Umm Al Qaiwain Cement Industries Co.).

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**6. INVESTMENTS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (FVTOCI):**

The transactions over these investments were as follows:

|                                                    | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>December 31,</u><br><u>2017</u><br><u>(Audited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> |
|----------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| Fair value at January 1                            | 374,436,666                                                        | 391,322,031                                                          | 391,322,031                                                        |
| Net movement during the period                     | 5,227,787                                                          | (6,777,642)                                                          | 6,672,980                                                          |
| Changes in fair value – Exhibit B-2                | <u>(42,138,514)</u>                                                | <u>(10,107,723)</u>                                                  | <u>(1,744,852)</u>                                                 |
| <b>Fair value at end of the period – Exhibit A</b> | <b><u>337,525,939</u></b>                                          | <b><u>374,436,666</u></b>                                            | <b><u>396,250,159</u></b>                                          |

**7. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL):**

The transactions over these investments were as follows:

|                                                    | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>December 31,</u><br><u>2017</u><br><u>(Audited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> |
|----------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| Fair value at January 1                            | 76,858,287                                                         | 88,062,514                                                           | 88,062,514                                                         |
| Net movement during the period                     | (24,734,500)                                                       | (9,664,387)                                                          | (14,514,709)                                                       |
| Changes in fair value – Exhibit B-1                | <u>(2,572,703)</u>                                                 | <u>(1,539,840)</u>                                                   | <u>(1,644,872)</u>                                                 |
| <b>Fair value at end of the period – Exhibit A</b> | <b><u>49,551,084</u></b>                                           | <b><u>76,858,287</u></b>                                             | <b><u>71,902,933</u></b>                                           |

**8. ACCOUNTS RECEIVABLE AND OTHERS:**

This item consists of the following:

|                                     | <u>June 30,</u><br><u>2018</u><br><u>(Unaudited)</u><br><u>AED</u> | <u>December 31,</u><br><u>2017</u><br><u>(Audited)</u><br><u>AED</u> | <u>June 30,</u><br><u>2017</u><br><u>(Unaudited)</u><br><u>AED</u> |
|-------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|--------------------------------------------------------------------|
| Receivables on investment in shares | 576,975                                                            | 91,736                                                               | 11,744,349                                                         |
| Bank guarantees                     | 28,590                                                             | 28,590                                                               | 160,590                                                            |
| Others                              | 237,608                                                            | 31,646                                                               | 48,999                                                             |
| <b>Total – Exhibit A</b>            | <b><u>843,173</u></b>                                              | <b><u>151,972</u></b>                                                | <b><u>11,953,938</u></b>                                           |

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**9. CASH AND CASH EQUIVALENTS:**

This item consists of the following:

|                                                       | <b><u>June 30,</u></b><br><b><u>2018</u></b><br><b><u>(Unaudited)</u></b><br><b><u>AED</u></b> | <b><u>December 31,</u></b><br><b><u>2017</u></b><br><b><u>(Audited)</u></b><br><b><u>AED</u></b> | <b><u>June 30,</u></b><br><b><u>2017</u></b><br><b><u>(Unaudited)</u></b><br><b><u>AED</u></b> |
|-------------------------------------------------------|------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| Petty cash                                            | 23,877                                                                                         | 25,339                                                                                           | 26,431                                                                                         |
| Cash at banks – UAE                                   | 33,948,216                                                                                     | 19,323,091                                                                                       | 27,545                                                                                         |
| Cash at banks – Kuwait                                | 3,199,096                                                                                      | 1,534,056                                                                                        | 1,532,245                                                                                      |
| Cash at bank – Oman                                   | 168,705                                                                                        | 114,663                                                                                          | 114,663                                                                                        |
| <b>Cash and cash equivalents – Exhibits A &amp; D</b> | <b>37,339,894</b>                                                                              | <b>20,997,149</b>                                                                                | <b>1,700,884</b>                                                                               |
|                                                       | =====                                                                                          | =====                                                                                            | =====                                                                                          |

**10. CAPITAL:**

The Company's Capital as shown in **Exhibit A** amounting to **AED 363,000,000** consists of fully paid-up 363,000,000 shares of one Dirham par value for each share.

**11. ACCOUNT PAYABLE AND OTHER PAYABLES:**

This item consists of the following:

|                                                             | <b><u>June 30,</u></b><br><b><u>2018</u></b><br><b><u>(Unaudited)</u></b><br><b><u>AED</u></b> | <b><u>December 31,</u></b><br><b><u>2017</u></b><br><b><u>(Audited)</u></b><br><b><u>AED</u></b> | <b><u>June 30,</u></b><br><b><u>2017</u></b><br><b><u>(Unaudited)</u></b><br><b><u>AED</u></b> |
|-------------------------------------------------------------|------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| Account payables                                            | 370,811                                                                                        | 452,843                                                                                          | 461,498                                                                                        |
| Advance payments received from sale of assets held for sale | --                                                                                             | --                                                                                               | 5,000,000                                                                                      |
| Provision for disposal assets held for sale                 | 510,000                                                                                        | 510,000                                                                                          | --                                                                                             |
| Unclaimed dividends                                         | 41,444,956                                                                                     | 37,031,108                                                                                       | 37,691,055                                                                                     |
| <b>Total – Exhibit A</b>                                    | <b>42,325,767</b>                                                                              | <b>37,993,951</b>                                                                                | <b>43,152,553</b>                                                                              |
|                                                             | =====                                                                                          | =====                                                                                            | =====                                                                                          |

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**12. LOSS FROM DISCONTINUED OPERATIONS:**

This item consists of the following:

|                                                            | <b><u>For Six Months Ended</u></b> |                           | <b><u>For Three Months Ended</u></b> |                           |
|------------------------------------------------------------|------------------------------------|---------------------------|--------------------------------------|---------------------------|
|                                                            | <b><u>June 30,</u></b>             | <b><u>June 30,</u></b>    | <b><u>June 30,</u></b>               | <b><u>June 30,</u></b>    |
|                                                            | <b><u>2018</u></b>                 | <b><u>2017</u></b>        | <b><u>2018</u></b>                   | <b><u>2017</u></b>        |
|                                                            | <b><u>(Unaudited)</u></b>          | <b><u>(Unaudited)</u></b> | <b><u>(Unaudited)</u></b>            | <b><u>(Unaudited)</u></b> |
|                                                            | <b><u>AED</u></b>                  | <b><u>AED</u></b>         | <b><u>AED</u></b>                    | <b><u>AED</u></b>         |
| Sales                                                      | --                                 | --                        | --                                   | --                        |
| Cost of sales                                              | --                                 | --                        | --                                   | --                        |
| <b>Gross loss</b>                                          | --                                 | --                        | --                                   | --                        |
| Salaries expense                                           | --                                 | (149,839)                 | --                                   | (55,707)                  |
| Electricity and water                                      | --                                 | (11,193)                  | --                                   | --                        |
| Miscellaneous expense                                      | --                                 | (2,694)                   | --                                   | (500)                     |
| <b>Loss from discontinued operations –<br/>Exhibit B-1</b> | --                                 | (163,726)                 | --                                   | (56,207)                  |
|                                                            | =====                              | =====                     | =====                                | =====                     |

**13. BASIC EARNINGS PER SHARE:**

Basic earnings per share are determined by dividing profit for the period over the average number of ordinary stock.

For the period ended June 30, 2018, the profit is **AED 16,470,195** (profit for the period ended June 30, 2017 amounts to AED 16,922,094) and the average number of the ordinary shares is 363,000,000 shares (same number of shares for the previous period).

**14. SEGMENT INFORMATION:**

The primary segment reporting format is determined to be business segment as the Company's risks and rate of return are affected predominantly by activity lines. The operating business are organized and managed separately according to the nature of activities, with each segment representing a strategic business unit that offer different business strategies.

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*Continued...*

**14. SEGMENT INFORMATION: (continued...)**

**Business segments**

The following table demonstrates profit information and certain assets and liabilities regarding business segments:

| Description                                                | TOTAL                        |                                |                              | June 30, 2018 (Unaudited)                     |                    | December 31, 2017 (Audited)                   |                    | June 30, 2017 (Unaudited)                     |                    |
|------------------------------------------------------------|------------------------------|--------------------------------|------------------------------|-----------------------------------------------|--------------------|-----------------------------------------------|--------------------|-----------------------------------------------|--------------------|
|                                                            | June 30, 2018<br>(Unaudited) | December 31, 2017<br>(Audited) | June 30, 2017<br>(Unaudited) | Manufacturing<br>(discontinued<br>operations) | Investment         | Manufacturing<br>(discontinued<br>operations) | Investment         | Manufacturing<br>(discontinued<br>operations) | Investment         |
|                                                            | AED                          | AED                            | AED                          | AED                                           | AED                | AED                                           | AED                | AED                                           | AED                |
| Profit from investments                                    | 18,239,046                   | 19,019,929                     | 18,903,302                   | --                                            | 18,239,046         | --                                            | 19,019,929         | --                                            | 18,903,302         |
| Allocated expenses (Net)                                   | --                           | (190,764)                      | (163,726)                    | --                                            | --                 | (190,764)                                     | --                 | (163,726)                                     | --                 |
| <b>Net segment results</b>                                 | <b>18,239,046</b>            | <b>18,829,165</b>              | <b>18,739,576</b>            | <b>--</b>                                     | <b>18,239,046</b>  | <b>(190,764)</b>                              | <b>19,019,929</b>  | <b>(163,726)</b>                              | <b>18,903,302</b>  |
| Profit from assets held for sale (discontinued operations) | --                           | 2,125,141                      | --                           |                                               |                    |                                               |                    |                                               |                    |
| Unallocated expenses                                       | (1,768,851)                  | (3,744,844)                    | (1,817,482)                  |                                               |                    |                                               |                    |                                               |                    |
| <b>Profit for the period</b>                               | <b>16,470,195</b>            | <b>17,209,462</b>              | <b>16,922,094</b>            |                                               |                    |                                               |                    |                                               |                    |
| <b>Segment assets</b>                                      | <b>756,185,630</b>           | <b>803,369,614</b>             | <b>644,271,641</b>           | <b>--</b>                                     | <b>756,185,630</b> | <b>--</b>                                     | <b>803,369,614</b> | <b>2,531,286</b>                              | <b>641,740,355</b> |
| <b>Segment liabilities</b>                                 | <b>44,562,266</b>            | <b>39,929,652</b>              | <b>45,950,922</b>            | <b>--</b>                                     | <b>44,562,266</b>  | <b>--</b>                                     | <b>39,929,652</b>  | <b>--</b>                                     | <b>45,950,922</b>  |
| <b>Other segment information</b>                           |                              |                                |                              |                                               |                    |                                               |                    |                                               |                    |
| Land revaluation surplus                                   | 297,085,855                  | 297,085,855                    | 126,092,756                  | --                                            | 297,085,855        | --                                            | 297,085,855        | --                                            | 126,092,756        |
| Loss from investments at FVTOCI                            | (42,138,514)                 | (10,107,723)                   | (1,744,852)                  | --                                            | (42,138,514)       | --                                            | (10,107,723)       | --                                            | (1,744,852)        |

**Company's geographical segments**

The Company's geographical segments are based on the location of the Company's assets. The two geographical segments in which the Company operates comprised of UAE and GCC.

a) **Assets distribution:**

The following table shows the distribution of the Company's segment assets by geographical market:

|                                               | TOTAL                           |                                   |                                 | GCC                             |                                   |                                 | UAE                             |                                   |                                 |
|-----------------------------------------------|---------------------------------|-----------------------------------|---------------------------------|---------------------------------|-----------------------------------|---------------------------------|---------------------------------|-----------------------------------|---------------------------------|
|                                               | June 30,<br>2018<br>(Unaudited) | December 31,<br>2017<br>(Audited) | June 30,<br>2017<br>(Unaudited) | June 30,<br>2018<br>(Unaudited) | December 31,<br>2017<br>(Audited) | June 30,<br>2017<br>(Unaudited) | June 30,<br>2018<br>(Unaudited) | December 31,<br>2017<br>(Audited) | June 30,<br>2017<br>(Unaudited) |
|                                               | AED                             | AED                               | AED                             | AED                             | AED                               | AED                             | AED                             | AED                               | AED                             |
| Assets                                        | 756,185,630                     | 803,369,614                       | 641,740,355                     | 31,876,398                      | 31,631,487                        | 31,917,414                      | 724,309,232                     | 771,738,127                       | 609,822,941                     |
| Assets held for sale (discontinued operation) | --                              | --                                | 2,531,286                       | --                              | --                                | --                              | --                              | --                                | 2,531,286                       |
| <b>Total Assets</b>                           | <b>756,185,630</b>              | <b>803,369,614</b>                | <b>644,271,641</b>              | <b>31,876,398</b>               | <b>31,631,487</b>                 | <b>31,917,414</b>               | <b>724,309,232</b>              | <b>771,738,127</b>                | <b>612,354,227</b>              |

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**14. SEGMENT INFORMATION: (continued...)**

**Company's geographical segments: (continued...)**

**b) Financial assets at fair value distribution:**

The following table demonstrates financial assets information, the geographical allocation and the nature of activities in which invested:

|                                 | <b>TOTAL</b>                                     |                                          |                                        | <b>June 30, 2018 (Unaudited)</b> |                    | December 31, 2017 (Audited) |                    | June 30, 2017 (Unaudited) |                    |
|---------------------------------|--------------------------------------------------|------------------------------------------|----------------------------------------|----------------------------------|--------------------|-----------------------------|--------------------|---------------------------|--------------------|
|                                 | <b>June 30,<br/>2018<br/>(Unaudited)<br/>AED</b> | December 31,<br>2017<br>(Audited)<br>AED | June 30,<br>2017<br>(Unaudited)<br>AED | <b>GCC<br/>AED</b>               | <b>UAE<br/>AED</b> | <b>GCC<br/>AED</b>          | <b>UAE<br/>AED</b> | <b>GCC<br/>AED</b>        | <b>UAE<br/>AED</b> |
| <b>1) Investments at FVTOCI</b> |                                                  |                                          |                                        |                                  |                    |                             |                    |                           |                    |
| Banking sector                  | 267,586,868                                      | 297,389,405                              | 334,551,470                            | 774,862                          | 266,812,006        | 672,784                     | 296,716,621        | 758,622                   | 333,792,848        |
| Finance and investment sector   | 11,087,110                                       | 12,717,727                               | 13,098,430                             | 7,384,110                        | 3,703,000          | 7,690,727                   | 5,027,000          | 8,399,530                 | 4,698,900          |
| Real estate sector              | 27,676,936                                       | 29,951,746                               | 16,318,208                             | 5,743,474                        | 21,933,462         | 6,367,905                   | 23,583,841         | 5,965,959                 | 10,352,249         |
| Industrial sector               | 8,722,533                                        | 9,239,242                                | 8,366,287                              | 5,587,858                        | 3,134,675          | 5,684,337                   | 3,554,905          | 5,111,572                 | 3,254,715          |
| Services sector                 | 22,169,063                                       | 24,829,960                               | 23,513,261                             | 7,077,041                        | 15,092,022         | 7,953,110                   | 16,876,850         | 8,374,406                 | 15,138,855         |
| Technology sector               | 283,429                                          | 308,586                                  | 402,503                                | 283,429                          | --                 | 308,586                     | --                 | 402,503                   | --                 |
| <b>Total</b>                    | <b>337,525,939</b>                               | <b>374,436,666</b>                       | <b>396,250,159</b>                     | <b>26,850,774</b>                | <b>310,675,165</b> | <b>28,677,449</b>           | <b>345,759,217</b> | <b>29,012,592</b>         | <b>367,237,567</b> |
| <b>2) Investments at FVTPL</b>  |                                                  |                                          |                                        |                                  |                    |                             |                    |                           |                    |
| Banking sector                  | 17,222,845                                       | 40,068,307                               | 35,607,927                             | 1,080,846                        | 16,141,999         | 1,213,582                   | 38,854,725         | 1,166,177                 | 34,441,750         |
| Finance and investment sector   | 1,995,000                                        | 2,530,500                                | 2,184,000                              | --                               | 1,995,000          | --                          | 2,530,500          | --                        | 2,184,000          |
| Real estate sector              | 10,104,454                                       | 13,743,041                               | 14,677,961                             | --                               | 10,104,454         | --                          | 13,743,041         | --                        | 14,677,961         |
| Industrial sector               | 15,769,785                                       | 15,536,439                               | 14,973,045                             | --                               | 15,769,785         | --                          | 15,536,439         | --                        | 14,973,045         |
| Services sector                 | 4,459,000                                        | 4,980,000                                | 4,460,000                              | --                               | 4,459,000          | --                          | 4,980,000          | --                        | 4,460,000          |
| <b>Total</b>                    | <b>49,551,084</b>                                | <b>76,858,287</b>                        | <b>71,902,933</b>                      | <b>1,080,846</b>                 | <b>48,470,238</b>  | <b>1,213,582</b>            | <b>75,644,705</b>  | <b>1,166,177</b>          | <b>70,736,756</b>  |
| <b>Total financial assets</b>   | <b>387,077,023</b>                               | <b>451,294,953</b>                       | <b>468,153,092</b>                     | <b>27,931,620</b>                | <b>359,145,403</b> | <b>29,891,031</b>           | <b>421,403,922</b> | <b>30,178,769</b>         | <b>437,974,323</b> |

**15. APPROVAL OF THE CONDENSED INTERIM FINANCIAL INFORMATION:**

The condensed interim financial information (unaudited) has been approved by the Company's management for issue on August 7, 2018.

**16. GENERAL:**

- Prior period/year's figures have been reclassified wherever necessary for the purpose of comparison.
- The figures in this condensed interim financial information (unaudited) are rounded to the nearest Dirham of United Arab Emirates.