

SALAM INTERNATIONAL INVESTMENT LIMITED(Q.S.C.)**INTERIM CONSOLIDATED STATEMENT OF INCOME (UNAUDITED)**

	30.09.2004	30.09.2003
	UNAUDITED	UNAUDITED
Operating Income	255,880,712	172,054,719
Operating Cost	(192,397,848)	(126,390,848)
Gross Operating Profit	63,482,864	45,663,871
General & Administration expenses	(47,570,787)	(33,806,455)
Depreciation on property,plant and equipment	(3,345,044)	(2,566,091)
Depreciation on Investment property	(1,342,470)	(1,195,771)
Amortisation on intangible assets	(2,617,864)	(1,882,817)
Finance Costs	(1,992,707)	(1,729,561)
Investment Income	9,944,750	8,662,199
Service and Consultation Income	2,629,483	2,822,580
Other Income	3,124,154	2,549,637
PROFIT BEFORE GENERAL MANAGER'S		
PROFIT SHARE	22,312,379	18,517,592
General Managers' profit share	(1,840,830)	(1,509,766)
NET PROFIT FOR THE PERIOD	20,471,549	17,007,826
Earnings per share - QR	0.84	0.70
Number of shares	24,300,000	24,300,000

**SALAM INTERNATIONAL INVESTMENT LIMITED(Q.S.C.)
INTERIM CONSOLIDATED BALANCE SHEET (UNAUDITED)**

<u>ASSETS</u>	30.09.2004	31.12.2003
Current Assets	UNAUDITED	AUDITED
Bank balances & Cash	28,920,958	13,474,579
Accounts receivable & prepayment	105,067,563	134,171,468
Held for Trading Investment	1,539,000	0
Short term Retentions Receivable	10,831,091	13,932,297
Inventories	37,552,917	30,696,402
Total Current Assets	183,911,529	192,274,746
Non-current assets		
Available-for-sale investments	8,927,846	9,709,322
Long term Retentions Receivable	9,205,850	7,217,942
Payments on projects	10,402,341	10,375,685
Intangible assets	112,750,888	115,339,674
Investment properties	89,993,277	91,029,562
Property, plant and equipment	24,673,459	22,488,932
Total Non-current assets	255,953,661	256,161,117
Total Assets	439,865,190	448,435,863
LIABILITIES AND SHAREHOLDERS EQUITY		
Current Liabilities		
Due to banks	23,669,831	28,283,576
Account Payable & Accruals	81,275,333	89,996,837
Short term Retentions Payable	8,743,225	3,912,134
Current portion of term loan	5,318,974	5,318,974
Advances Received from Customers	5,622,273	15,426,208
Excess of billing over cost plus attributable profit	19,145,699	2,958,388
Total Current Liabilities	143,775,335	145,896,117
Non-current Liabilities		
Long term Retentions Payable	2,031,095	5,945,653
Employees end of service benefits	1,831,677	1,882,063
Long Term Loan	16,096,068	20,317,475
Total Non-current Liabilities	19,958,840	28,145,191
Shareholders' Equity		
Share Capital	243,000,000	243,000,000
Legal Reserve	6,875,703	4,828,548
Cumulative changes in fair Value of investments	(9,025,786)	(7,930,697)
Retained Earnings	27,725,018	8,977,324
Revaluation Reserves	7,556,080	7,879,380
Proposed Dividend		17,010,000
Proposed Directors' remuneration		630,000
Total Shareholders' Equity	276,131,015	274,394,555
Total Liabilities and Shareholders' Equity	439,865,190	448,435,863