

**Aref Energy Holding Company K.S.C.
(Closed) and its Subsidiaries**

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION**

31 MARCH 2009 (UNAUDITED)

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED
FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF
AREF ENERGY HOLDING COMPANY K.S.C. (CLOSED)**

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Aref Energy Holding Company K.S.C. (Closed) ("the company") and its subsidiaries ("the group") as at 31 March 2009 and the related interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income, interim condensed consolidated statement of cash flows and interim condensed consolidated statement of changes in equity for the three month period then ended. The management of the company is responsible for the preparation of the interim condensed consolidated financial information in accordance with International Accounting Standard 34: Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on the interim condensed consolidated 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 condensed consolidated financial information are not prepared, in all material respects, in accordance with IAS 34.

Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the company. We further report that, to the best of our knowledge and belief, no violations of the Commercial Companies' Law of 1960, as amended, nor of the Articles of Association of the company have occurred during the three month period then ended 31 March 2009 that might have had a material effect on the business of the company or on its financial position.



AHMED M. AL-AIBAN
LICENCE NO. 65 A
OF ERNST & YOUNG



DR. SAUD AL HUMAIIDI
LICENCE NO. 51 A
AL-HUMAIIDI & PARTNERS
INDEPENDENT MEMBER OF BAKER
TILLY INTERNATIONAL

7 May 2009
Kuwait

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
(UNAUDITED)

At 31 March 2009

			<i>(Audited)</i>	
	<i>Notes</i>	<i>31 March 2009 KD</i>	<i>31 December 2008 KD</i>	<i>31 March 2008 KD</i>
ASSETS				
NON-CURRENT ASSETS				
Property and equipment		20,824,627	21,766,408	1,289,430
Investment property		5,245,640	5,051,446	-
Intangible assets		14,976,983	13,521,110	13,356,586
Investment in associates	3	5,674,473	5,674,051	-
Financial assets available for sale		3,430,718	3,404,244	6,910,350
		<u>50,152,441</u>	<u>49,417,259</u>	<u>21,556,366</u>
CURRENT ASSETS				
Inventories		8,890,768	6,580,928	-
Financial assets at fair value through income statement		32,400,000	32,400,000	10,018,995
Accounts receivables and other assets	4	21,744,209	21,879,652	123,485
Bank balances, deposits and cash	5	6,491,619	6,343,851	540,945
		<u>69,526,596</u>	<u>67,204,431</u>	<u>10,683,425</u>
TOTAL ASSETS		<u>119,679,037</u>	<u>116,621,690</u>	<u>32,239,791</u>
EQUITY AND LIABILITIES				
EQUITY ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE COMPANY				
Share capital		75,000,000	75,000,000	10,500,000
Share premium		193,550	193,550	193,550
Statutory reserve		314,957	314,957	314,957
Voluntary reserve		314,957	314,957	314,957
Foreign currency translation reserve		(39,698)	(1,331,866)	-
(Accumulated losses) / retained earnings		(1,888,757)	(1,977,473)	4,695,433
		<u>73,895,009</u>	<u>72,514,125</u>	<u>16,018,897</u>
Minority interest		11,860,256	11,847,361	256,970
TOTAL EQUITY		<u>85,755,265</u>	<u>84,361,486</u>	<u>16,275,867</u>
NON-CURRENT LIABILITIES				
Employees' end of service benefits		240,892	225,226	-
Murabaha payables	6	523,592	504,209	-
		<u>764,484</u>	<u>729,435</u>	<u>-</u>
CURRENT LIABILITIES				
Accounts payable and other liabilities	7	17,511,221	15,607,139	9,748,651
Murabaha payables	6	15,648,067	15,923,630	6,215,273
		<u>33,159,288</u>	<u>31,530,769</u>	<u>15,963,924</u>
TOTAL LIABILITIES		<u>33,923,772</u>	<u>32,260,204</u>	<u>15,963,924</u>
TOTAL EQUITY AND LIABILITIES		<u>119,679,037</u>	<u>116,621,690</u>	<u>32,239,791</u>

Ebrahim Al-Khuzam
Vice chairman

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

For the period ended 31 March 2009

	Notes	<i>Three months ended 31 March</i>		<i>Seven months ended</i>
		<i>2009</i>	<i>2008</i>	<i>31 March</i>
		<i>KD</i>	<i>KD</i>	<i>2008</i>
				<i>KD</i>
Continuing operations				
Contract revenue		11,525,871	-	-
Rental income from investment property		216,766	-	-
Share of results of associates	3	(107,083)	-	-
Unrealised gain on financial assets at fair value through income statement		-	2,003,799	2,003,799
Foreign exchange gain		281,423	188,448	275,466
Other income		152,926	2,793	2,793
Income		12,069,903	2,195,040	2,282,058
Contract cost		9,883,073	-	-
Finance cost		361,664	107,674	235,921
Amortisation of intangible assets		66,789	-	-
Staff cost		595,445	118,996	182,264
General and administration expenses		480,628	88,749	148,784
Expenses		11,387,599	315,419	566,969
Profit before taxation		682,304	1,879,621	1,715,089
Taxation	9	(285,902)	(82,763)	(128,572)
Profit for the period from continuing operations		396,402	1,796,858	1,586,517
(Loss) / profit after taxation from discontinued operation	8	(25,543)	-	1,444,015
Profit for the period		370,859	1,796,858	3,030,532
Attributable to:				
Equity holders of the company		88,716	1,798,188	3,031,862
Minority interest		282,143	(1,330)	(1,330)
Profit for the period		370,859	1,796,858	3,030,532
Basic and diluted earnings per share attributable to equity holders of the company	10	0.1 fils	8.2 fils	13.9 fils
Basic and diluted earnings per share from continuing operations attributable to equity holders of the company	10	0.2 fils	8.2 fils	7.3 fils

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period ended 31 March 2009

	<i>Three months ended 31 March</i>		<i>Seven months ended</i>
	<i>2009</i>	<i>2008</i>	<i>31 March</i>
	<i>KD</i>	<i>KD</i>	<i>2008</i>
			<i>KD</i>
Profit for the period	370,859	1,796,858	3,030,532
Foreign currency translation adjustment	1,292,168	-	-
Other comprehensive income for the period	1,292,168	-	-
Total comprehensive income for the period	1,663,027	1,796,858	3,030,532
Attributable to:			
Equity holders of the company	1,380,884	1,798,188	3,031,862
Minority interest	282,143	(1,330)	(1,330)
	1,663,027	1,796,858	3,030,532

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

(UNAUDITED)

For the period ended 31 March 2009

	<i>Notes</i>	<i>Three months ended 31 March 2009 KD</i>	<i>Seven months ended 31 March 2008 KD</i>
OPERATING ACTIVITIES			
Profit for the period		370,859	3,030,532
Adjustments for:			
Rental income from investment property		(216,766)	-
Share of results of associates		107,083	-
Unrealised gain on financial assets at fair value through income statement		-	(2,003,799)
Amortisation of intangible assets		66,789	-
Depreciation		1,068,277	36,595
Provision for employees' end of service benefits		67,930	13,694
Finance costs		361,664	235,921
Loss/(gain) from discontinued operations		25,543	(1,444,015)
		<u>1,851,379</u>	<u>(131,072)</u>
Working capital changes:			
Inventories		(2,309,840)	-
Accounts receivables and other assets		135,443	(123,485)
Accounts payable and other liabilities		1,904,082	184,304
		<u>1,581,064</u>	<u>(70,253)</u>
Cash from/(used in) operating activities		1,581,064	(70,253)
End of service benefits paid		(52,264)	-
		<u>1,528,800</u>	<u>(70,253)</u>
INVESTING ACTIVITIES			
Acquisition of subsidiaries, net of cash acquired		-	(4,150,000)
Purchase of property and equipment		(459,168)	(60,529)
Rental income from investment property		216,766	-
Acquisition of intangible assets		(1,522,663)	(10,213,782)
Purchase of financial assets available for sale		-	(6,910,350)
Purchase of financial assets at fair value through income statement		-	(8,015,196)
Decrease in restricted cash and cash equivalents		1,354,737	-
Proceeds from disposal of discontinued operation	8	242,161	7,371,647
		<u>(168,167)</u>	<u>(21,978,210)</u>
FINANCING ACTIVITIES			
Issue of share capital		-	6,931,050
Finance costs paid		(361,664)	-
Net movement in murabaha payables		(256,180)	5,979,352
Net movement in amount due to parent company		-	9,550,653
		<u>(617,844)</u>	<u>22,461,055</u>
Net cash (used in)/from financing activities		(617,844)	22,461,055
Net increase in cash and cash equivalents		742,789	412,592
Net foreign exchange difference		759,716	-
Cash and cash equivalents at the beginning of the period		937,495	128,353
		<u>2,440,000</u>	<u>540,945</u>
Cash and cash equivalents at the end of the period	5	2,440,000	540,945

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries
INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
For the period ended 31 March 2009

Attributable to equity holders of the parent company

	Share capital KD	Share Premium KD	Statutory reserve KD	Voluntary reserve KD	Foreign currency translation reserve KD	(Accumulated losses) / retained earnings KD	Total KD	Minority interest KD	Total equity KD
Balance at 1 January 2009	75,000,000	193,550	314,957	314,957	(1,331,866)	(1,977,473)	72,514,125	11,847,361	84,361,486
Profit for the period	-	-	-	-	-	88,716	88,716	282,143	370,859
Other comprehensive income	-	-	-	-	1,292,168	-	1,292,168	-	1,292,168
Total comprehensive income for the period	-	-	-	-	1,292,168	88,716	1,380,884	282,143	1,663,027
Discontinued operation (Note 8)	-	-	-	-	-	-	-	(269,248)	(269,248)
Balance at 31 March 2009	75,000,000	193,550	314,957	314,957	(39,698)	(1,888,757)	73,895,009	11,860,256	85,755,265
Balance at 1 September 2007	3,568,950	193,550	314,957	314,957	-	1,663,571	6,055,985	-	6,055,985
Profit for the period	-	-	-	-	-	3,031,862	3,031,862	(1,330)	3,030,532
Total comprehensive income/ (expense) for the period	-	-	-	-	-	3,031,862	3,031,862	(1,330)	3,030,532
Issue of share capital	6,931,050	-	-	-	-	-	6,931,050	-	6,931,050
Minority interest arising on acquisition of subsidiaries	-	-	-	-	-	-	-	258,300	258,300
Balance at 31 March 2008	10,500,000	193,550	314,957	314,957	-	4,695,433	16,018,897	256,970	16,275,867

The attached notes 1 to 13 form part of this interim condensed consolidated financial information.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

1 ACTIVITIES

Aref Energy Holding Company K.S.C. (Closed) ("the company") is a Kuwaiti shareholding company registered in Kuwait on 1 October 1996 and is listed on the Kuwait Stock Exchange. The registered office of the company is located at P.O. Box 21909, Safat 13080, Kuwait. The company carries out its activities as per Islamic Sharee'a.

The principal activities of the company and its subsidiaries (the "group") are explained in note 12.

The company is a subsidiary of Aref Investment Group S.A.K. (the "parent company"). The parent company is a subsidiary of Kuwait Finance House (the "ultimate parent company"). Both the parent company and the ultimate parent company are listed on the Kuwait Stock Exchange.

2 BASIS OF PREPARATION

The interim condensed consolidated financial information of the group is prepared in accordance with International Accounting Standard 34, Interim Financial Reporting.

The articles of association of the company were amended in the Extraordinary General Assembly of the shareholders held on 15 August 2007 to change the annual financial year end of the company from 31 August to 31 December. Accordingly, the period to date comparatives for the operating results for the three months period ended 31 March 2009 in the interim condensed consolidated financial information provided is for seven months period ended 31 March 2008 and the same is not comparable.

The interim condensed consolidated financial information does not contain all information and disclosures required for full financial statements prepared in accordance with International Financial Reporting Standards and should be read in conjunction with the group's annual consolidated financial statements for the year ended 31 December 2008. In the opinion of management, all adjustments consisting of normal recurring accruals considered necessary for a fair presentation have been included. Operating results for the period are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2009.

The accounting policies used in the preparation of the interim condensed consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2008.

During the period, the group has adopted the following new standards effective for the annual periods beginning on or after 1 January 2009:

IAS 1 Revised presentation of financial statements

The revised standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with non-owner changes in equity presented as a single line. In addition, the standard introduces the statement of comprehensive income: it presents all items of recognised income and expense, either in one single statement, or in two linked statements. The group has elected to present two statements.

IFRS 8 Operating segments

This standard requires disclosures of information about the group's operating segments and replaces the requirement to determine primary (business) and secondary (geographic) reporting segments of the group. Adoption of this standard did not have any effect on the financial position or performance of the group. The group determined that operating segments were the same as the business segments previously identified under IAS 14 segment reporting.

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

3 INVESTMENT IN ASSOCIATES

	<i>31 March</i> <i>2009</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2008</i> <i>KD</i>	<i>31 March</i> <i>2008</i> <i>KD</i>
Opening Balance	5,674,051	-	-
Arising on acquisition of subsidiary	-	2,301,269	-
Additions	-	6,869,750	-
Share of results	(107,083)	(701,217)	-
Impairment loss	-	(2,704,080)	-
Foreign currency translation adjustment	107,505	(91,671)	-
	<u>5,674,473</u>	<u>5,674,051</u>	<u>-</u>

4 ACCOUNTS RECEIVABLES AND OTHER ASSETS

	<i>31 March</i> <i>2009</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2008</i> <i>KD</i>	<i>31 March</i> <i>2008</i> <i>KD</i>
Amounts due from customers under construction contracts	16,369,509	16,762,619	-
Other receivables	5,240,346	3,862,605	-
Amount due from related parties (Note 11)	134,354	1,254,428	123,485
	<u>21,744,209</u>	<u>21,879,652</u>	<u>123,485</u>

5 CASH AND CASH EQUIVALENTS

	<i>31 March</i> <i>2009</i> <i>KD</i>	<i>(Audited)</i> <i>31 December</i> <i>2008</i> <i>KD</i>	<i>31 March</i> <i>2008</i> <i>KD</i>
Bank balances, deposits and cash	6,491,619	6,343,851	540,945
Less: restricted bank balances and deposits	(4,051,619)	(5,406,356)	-
Cash and cash equivalents	<u>2,440,000</u>	<u>937,495</u>	<u>540,945</u>

Restricted bank balances and deposits represent margin deposits that are held as security against letter of credit and letter of guarantees including those granted by a related party (Note 11 and 13).

6 MURABAHA PAYABLES

Murabaha payable includes, facilities amounting to KD 1,563,226 (31 December 2008: nil; 31 March 2008 nil) taken from a related party (Note 11) and secured against financial assets at fair value through income statement amounting to KD 5,400,000 (31 December 2008: nil; 31 March 2008 nil).

Of the murabaha payables, facilities amounting to KD 13,402,360 (31 December 2008: KD 13,273,393; 31 March 2008: Nil) relating to a subsidiary are secured against plant and equipment amounting to KD 4,763,033 (31 December 2008: KD 6,692,473; 31 March 2008 Nil) and inventories amounting to KD 8,890,768 (31 December 2008: KD 6,580,928; 31 March 2008: Nil).

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

7 ACCOUNTS PAYABLE AND OTHER LIABILITIES

	<i>31 March</i>	<i>(Audited)</i> <i>31 December</i>	<i>31 March</i>
	<i>2009</i>	<i>2008</i>	<i>2008</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Trade payable under construction contracts	11,896,168	10,002,877	-
Amount due to related parties (Note 11)	94,093	255,980	9,550,653
Other payables	5,520,960	5,348,282	197,998
	<u>17,511,221</u>	<u>15,607,139</u>	<u>9,748,651</u>

8 DISCONTINUED OPERATION

During the period, the company sold the one of its subsidiary "Intelligent Drilling Services Company" (IDS) which was engaged in the business of Drilling service contracting for a total consideration of KD 242,161 realising a loss of KD 25,543.

On 1 September 2007, the company sold the education business and its related assets and liabilities with a net carrying value of KD 6,055,985 to an unrelated party for a total consideration of KD 7,371,647 (net of cash and cash equivalents KD 128,353) realising a gain of KD 1,444,015.

9 TAXATION

	<i>Three months ended 31 March</i>		<i>Seven months</i> <i>ended</i>
	<i>2009</i>	<i>2008</i>	<i>31 March</i>
	<i>KD</i>	<i>KD</i>	<i>2008</i>
			<i>KD</i>
Contribution to Kuwait Foundation for the Advancement of Sciences	-	16,929	28,444
National Labour Support Tax	2,379	47,024	79,011
Zakat	4,049	18,810	21,117
Taxation of subsidiaries	279,474	-	-
	<u>285,902</u>	<u>82,763</u>	<u>128,572</u>

10 BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY

Basic and diluted earnings per share is calculated by dividing the profit attributable to equity holders of the company for the period by the weighted average number of shares outstanding during the period, as follows:

	<i>Three months ended 31 March</i>		<i>Seven months</i> <i>ended</i>
	<i>2009</i>	<i>2008</i>	<i>31 March</i>
			<i>2008</i>
Profit for the period attributable to equity holders of the company (KD)	<u>88,716</u>	<u>1,798,188</u>	<u>3,031,862</u>
Weighted average number of shares outstanding during the period	<u>750,000,000</u>	<u>220,008,217</u>	<u>218,032,417</u>
Basic and diluted earnings per share	<u>0.1 fils</u>	<u>8.2 fils</u>	<u>13.9 fils</u>

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

10 BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY (continued)

Basic and diluted earnings per share from continuing operations

	<i>Three months ended 31 March</i>		<i>Seven months ended</i>
	<i>2009</i>	<i>2008</i>	<i>31 March 2008</i>
Profit for the period attributable to equity holders of the company (KD)	88,716	1,798,188	3,031,862
Loss / (profit) after taxation from discontinued operation	25,543	-	(1,444,015)
Profit for the period attributable to equity holders of the company from continuing operation (KD)	<u>114,259</u>	<u>1,798,188</u>	<u>1,587,847</u>
Weighted average number of shares outstanding during the period	<u>750,000,000</u>	<u>220,008,217</u>	<u>218,032,417</u>
Basic and diluted earnings per share	<u>0.2 fils</u>	<u>8.2 fils</u>	<u>7.3 fils</u>

11 RELATED PARTY TRANSACTIONS

Related parties represent major shareholders, associates, directors and key management personnel of the group and entities controlled, jointly controlled or significantly influenced by such parties. The terms of these transactions are approved by the group's management. Transactions with related parties are as follows:

	<i>Ultimate parent/parent company KD</i>	<i>Other related parties KD</i>	<i>31 March 2009 KD</i>	<i>31 December 2008 KD</i>	<i>31 March 2008 KD</i>
Consolidated balance sheet					
Bank balances, deposits and cash	399,417	4,135,639	4,535,056	5,762,212	540,680
Accounts receivables and other Assets	134,354	-	134,354	1,254,428	-
Murabaha payables	1,252,416	8,717,821	9,970,237	12,207,083	6,215,273
Accounts payable and other Liabilities	94,093	-	94,093	255,980	9,550,653

As at 31 March 2009, the group had outstanding letter of credit and letter of guarantee facilities obtained from a related party amounting to KD 6,360,280 (31 December 2008: KD 4,621,928; 31 March 2008: Nil) (Note 13).

Accounts receivables/payables from/to related parties are unsecured, free of finance charges and are receivable/payable on demand.

	<i>Ultimate parent/parent company KD</i>	<i>Other related parties KD</i>	<i>Three months ended 31 March</i>		<i>Seven months ended</i>
			<i>2009 KD</i>	<i>2008 KD</i>	<i>31 March 2008 KD</i>
Consolidated income statement					
Brokerage Fees	-	15,200	15,200	-	-
Murabaha finance cost	28,988	271,257	300,245	107,674	235,921

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

11 RELATED PARTY TRANSACTIONS (continued)

	<i>Ultimate parent/parent company KD</i>	<i>Other related parties KD</i>	<i>Three months ended 31 March</i>		<i>Seven months ended 31 March 2008</i>
			<i>2009</i>	<i>2008</i>	<i>KD</i>
			<i>KD</i>	<i>KD</i>	<i>KD</i>
Other transactions					
Acquisition of intangible assets	-	-	-	-	978,775
Purchase of financial assets at fair value through income statement	-	-	-	8,015,196	8,015,196
Acquisition of subsidiaries	-	-	-	-	4,150,000

Key management compensation

Remuneration paid or accrued in relation to "key management" (deemed for this purpose to comprise Directors in relation to their committee service, the Chief Executive Officer and other Senior Officers) as follows:

	<i>Three months ended 31 March</i>		<i>Seven months ended 31 March 2008</i>
	<i>2009</i>	<i>2008</i>	<i>KD</i>
	<i>KD</i>	<i>KD</i>	<i>KD</i>
Short term benefits	150,448	39,380	78,849
End of service benefits	8,635	6,469	9,717
	<u>159,083</u>	<u>45,849</u>	<u>88,566</u>

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries
NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)
At 31 March 2009

12 SEGMENTAL INFORMATION

For management purposes, the group is organised into two operating segments based on business units as follows:

- Energy : Exploration, drilling, development and production of oil and gas, alternate and renewable sources of energy, licensing and other activities related to the energy sector
- Others : Investment and other related services

	Continuing Operations							
	Energy		Others		Total			
	Three months ended 31 March	Seven months ended 31 March	Three months ended 31 March	Seven months ended 31 March	Three months ended 31 March	Seven months ended 31 March	2009 KD	2008 KD
Revenue								
Segment revenues	11,700,211	2,192,247	2,279,265	2,793	369,692	2,793	12,069,903	2,195,040
Results								
Profit before taxation	312,612	1,876,828	1,712,296	2,793	369,692	2,793	682,304	1,879,621
Assets								
Segment assets	111,852,873	27,106,546	7,826,164	5,133,245	119,679,037	32,239,791		

Aref Energy Holding Company K.S.C. (Closed) and its Subsidiaries

NOTES TO INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 31 March 2009

13 CAPITAL COMMITMENTS AND CONTINGENCIES

	<i>31 March 2009 KD</i>	<i>31 December 2008 KD</i>	<i>31 March 2008 KD</i>
Capital expenditure commitments			
<i>Financial assets</i>			
Financial assets available for sale	7,000,200	6,665,940	-
<i>Others</i>			
Property, plant and equipment	1,948,676	955,247	-
Intangible assets	1,672,490	1,996,793	-
	<u>10,621,366</u>	<u>9,617,980</u>	<u>-</u>

As at 31 March 2009, the group had contingent liabilities in respect of outstanding letters of credit and letters of guarantees amounting to KD 9,351,245 (31 December 2008: KD 4,621,928; 31 March 2008 nil) from which it is anticipated that no material liabilities will arise. These letters of credit and letter of guarantees are partially secured against bank balances and deposits (Note 5).