

**Condensed Consolidated
Financial Statements of
Orascom Development Holding AG
As at 30 June 2009
With Review Report**

Contents	Page
Review report	F-3
Condensed consolidated statement of comprehensive income	F-4
Condensed consolidated statement of financial position	F-5
Condensed consolidated statement of changes in equity	F-6
Condensed consolidated statement of cash flow	F-7
Notes to the condensed consolidated financial statements	F-8 to F-18

Review Report

To: The Board of Directors of Orascom Development Holding AG, Altdorf

Introduction

We have reviewed the accompanying condensed consolidated statement of financial position of **Orascom Development Holding AG** as at 30 June 2009 and the related statements of comprehensive income, changes in equity and cash flow for the six-month period then ended, and a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and fair 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.

We are not the statutory auditors of the Company, Deloitte Zurich are the statutory auditors.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2400 applicable to review engagements. A review of 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 does not present fairly, in all material respects the financial position of the entity as at 30 June 2009, and of its financial performance and its cash flows for the six-month period then ended in accordance with International Financial Reporting Standard (IAS) 34 *Interim Financial Reporting*.

Cairo 11 August 2009



Kamel M. Saleh ACA

F.E.S.A.A. (R.A.A.8510)

Orascom Development Holding AG
Condensed consolidated statement of comprehensive income
For the period ended 30 June 2009

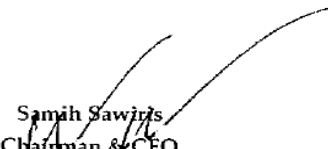
CHF	Notes	Three months ended		Six months ended	
		30/06/2009	30/06/2008	30/06/2009	30/06/2008
Continuing operations					
Revenue	(4)	151 843 113	132 246 246	278 118 671	237 890 887
Cost of sales	(17)	(108 551 502)	(91 156 829)	(192 104 154)	(164 608 452)
Gross profit		43 291 611	41 089 417	86 014 517	73 282 435
Investment revenue		1 337 098	530 204	4 910 038	729 528
Other gains and losses		2 513 884	4 933 859	6 387 881	5 524 285
Provisions formed	(13)	(2 150 359)	(3 796 822)	(9 137 907)	(5 864 573)
Share of profit/loss of associate	(9)	(469 263)	-	(379 788)	-
Reversal of provision		-	135 865	-	4 813 617
Administrative expenses	(17)	(6 730 373)	(1 810 933)	(15 949 990)	(9 019 324)
Finance costs		(2 280 110)	(7 169 332)	(6 466 762)	(12 923 892)
Profit before tax		35 512 488	33 912 258	65 377 989	56 542 076
Income tax expense	(5)	(3 680 200)	(4 188 867)	(5 689 513)	(5 702 127)
Profit for the period from continuing operations		31 832 288	29 723 391	59 688 476	50 839 949
Profit for the period		31 832 288	29 723 391	59 688 476	50 839 949
Other comprehensive income					
Exchange differences arising on translation of foreign operations		(39 656 437)	14 046 300	(825 747)	(7 831 202)
Available-for-sale financial assets		1 658 794	-	1 658 794	-
Cash flow hedges		829 204	-	643 426	-
Total other comprehensive income for the period (net of tax)		(37 168 439)	14 046 300	1 476 473	(7 831 202)
Total comprehensive income for the period		(5 336 151)	43 769 691	61 164 949	43 008 747
Profit for the period attributable to:					
Owners of the parent		23 352 563	25 421 323	44 962 848	41 551 300
Non-controlling interests		8 479 725	4 302 068	14 725 628	9 288 649
		31 832 288	29 723 391	59 688 476	50 839 949
Total comprehensive income attributable to:					
Owners of the parent		(8 171 696)	39 509 470	45 663 343	38 686 702
Non-controlling interests		2 835 545	4 260 221	15 501 606	4 322 045
		(5 336 151)	43 769 691	61 164 949	43 008 747
Earnings per share					
	(6)				
Basic		1.01	1.16	1.94	1.92
Diluted		1.01	1.16	1.94	1.92

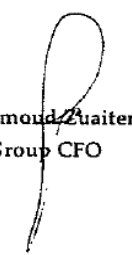
Samah Sawiris
Chairman & CEO

Mahmoud Zuaiter
Group CFO

Orascom Development Holding AG
Condensed Consolidated statement of financial position
At 30 June 2009

CHF	Notes	<u>30/06/2009</u>	<u>31/12/2008</u>
<u>Assets</u>			
<u>Non-Current Assets</u>			
Property, plant and equipment	(8)	936 633 489	856 492 405
Goodwill	(10)	33 433 392	33 368 405
Investments in associates	(9)	37 194 883	36 898 629
Non-current receivables		68 275 577	45 746 621
Other financial assets		48 572 298	45 482 274
Total Non-Current Assets		<u>1 124 109 639</u>	<u>1 017 988 334</u>
<u>Current Assets</u>			
Inventories	(11)	182 912 892	174 904 697
Trade and other receivables		133 030 315	136 036 375
Due from related parties		18 119 284	15 019 414
Other financial assets		111 154	1 338 713
Other current assets		173 611 655	137 316 347
Cash and bank balances		142 102 291	177 145 039
Total Current Assets		<u>649 887 591</u>	<u>641 760 585</u>
Total Assets		<u>1 773 997 230</u>	<u>1 659 748 919</u>
<u>Equity and Liabilities</u>			
<u>Capital and Reserves</u>			
Issued capital	(15)	580 491 450	580 491 450
Share premium		183 348 356	183 348 356
Treasury shares		-	(28 426)
Reserves		(154 145 290)	(155 463 552)
Retained earnings		239 278 043	194 315 195
Equity Attributable to owners of the parent		<u>848 972 559</u>	<u>802 663 023</u>
Non-controlling interests		<u>158 652 269</u>	<u>144 341 700</u>
Total Equity		<u>1 007 624 828</u>	<u>947 004 723</u>
<u>Non-Current Liabilities</u>			
Borrowings	(12)	164 352 539	152 987 442
Trade payables		31 497 923	30 059 744
Retirement benefit obligation		170 757	101 274
Notes payable	(14)	12 566 409	8 510 669
Deferred tax liabilities		10 630 212	9 238 722
Other financial liabilities		13 315 776	12 940 155
Total Non-Current Liabilities		<u>232 533 616</u>	<u>213 838 006</u>
<u>Current Liabilities</u>			
Trade and other payables		64 740 689	64 059 838
Borrowings	(12)	239 968 735	222 072 302
Due to related parties		35 160 869	33 350 469
Current tax liabilities		3 906 256	8 368 915
Provisions	(13)	18 168 828	7 555 868
Other liabilities		171 893 409	163 498 798
Total Current Liabilities		<u>533 838 786</u>	<u>498 906 190</u>
Total Liabilities		<u>766 372 402</u>	<u>712 744 196</u>
Total Equity and Liabilities		<u>1 773 997 230</u>	<u>1 659 748 919</u>


Samah Sawiris
Chairman & CEO


Mahmoud Zuaiter
Group CFO

Orascom Development Holding AG
Condensed Consolidated Statement of Changes In Equity
For the period ended 30 June 2009

CHF	<u>Issued Capital</u>	<u>Share premium</u>	<u>Treasury shares</u>	<u>Hedging reserves</u>	<u>Investments revaluation reserve</u>	<u>General reserves</u>	<u>Foreign currencies translation reserve</u>	<u>Reserve from common control transactions</u>	<u>Retained earnings</u>	<u>Attributable to owners of parent</u>	<u>Non- controlling interests</u>	<u>Total</u>
Balance at 1 January 2008	532 523 450	-	-	-	-	62 166 157	(4 691 674)	(177 062 429)	102 826 928	515 762 432	158 000 095	673 762 527
Profit for the period	-	-	-	-	-	-	-	-	41 551 300	41 551 300	9 288 649	50 839 949
Exchange differences arising on translation of foreign operations	-	-	-	-	-	-	4 855 740	-	(7 720 338)	(2 864 598)	(4 966 604)	(7 831 202)
Total comprehensive income for the period	-	-	-	-	-	-	4 855 740	-	33 830 962	38 686 702	4 322 045	43 008 747
Transaction costs	-	-	-	-	-	-	-	(23 828 906)	-	(23 828 906)	-	(23 828 906)
Reserve from common control transactions	-	-	-	-	-	(62 166 157)	-	75 570 517	-	13 404 360	-	13 404 360
Issue of ordinary shares	35 975 000	182 245 000	-	-	-	-	-	-	-	218 220 000	-	218 220 000
Non - controlling interest arising on the acquisitions	-	-	-	-	-	-	-	-	(1 950 075)	(1 950 075)	(13 046 678)	(14 996 753)
Balance at 30 June 2008	568 498 450	182 245 000	-	-	-	-	164 066	(125 320 818)	134 707 815	760 294 513	149 275 462	909 569 975
Balance at 1 January 2009	580 491 450	183 348 356	(28 426)	(3 049 255)	-	-	(43 899 293)	(108 515 004)	194 315 195	802 663 023	144 341 700	947 004 723
Profit for the period	-	-	-	-	-	-	-	-	44 962 848	44 962 848	14 725 628	59 688 476
Exchange differences arising on translation of foreign operations	-	-	-	-	-	-	(1 601 725)	-	-	(1 601 725)	775 978	(825 747)
Available-for-sale financial assets	-	-	-	-	1 658 794	-	-	-	-	1 658 794	-	1 658 794
Cash flow hedges	-	-	-	643 426	-	-	-	-	-	643 426	-	643 426
Total comprehensive income for the period	-	-	-	643 426	1 658 794	-	(1 601 725)	-	44 962 848	45 663 343	15 501 606	61 164 949
Treasury shares	-	-	28 426	-	-	-	-	-	-	28 426	-	28 426
Reserve from common control transactions	-	-	-	-	-	-	-	617 767	-	617 767	-	617 767
Non-controlling interest 's share in changes in equity of consolidated subsidiaries	-	-	-	-	-	-	-	-	-	-	(1 191 037)	(1 191 037)
Balance at 30 June 2009	580 491 450	183 348 356	-	(2 405 829)	1 658 794	-	(45 501 018)	(107 897 237)	239 278 043	848 972 559	158 652 269	1 007 624 828

Orascom Development Holding AG
Condensed Consolidated Statement of Cash Flow
For the period ended 30 June 2009

CHF	<u>Six months ended</u> <u>30/06/2009</u>	<u>Six months ended</u> <u>30/06/2008</u>
Net cash from operating activities	88 802 406	(11 274 255)
Additions to Property ,plant and equipment	(103 410 560)	(67 695 916)
Proceeds on disposal of Property ,plant and equipment	314 738	264 238
Increase in trade and other receivable non-current	(22 268 121)	(3 995 114)
Acquisition of equity securities	(6 417 012)	(1 553 045)
Net cash used in investing activities	(131 780 955)	(72 979 837)
Proceeds from issues of equity shares	-	218 220 000
Non-controlling interest 's share in changes in equity of consolidated subsidiaries	(573 269)	(12 079 753)
Proceeds from borrowings	10 492 802	64 105 269
Net cash from financing activities	9 919 533	270 245 516
Net decrease in cash and cash equivalents	(33 059 016)	185 991 424
Cash and cash equivalents as at beginning of the financial period	177 145 039	87 341 213
Effects of exchange rate changes on the balance held in foreign currencies	(1 983 732)	2 382 545
Cash and cash equivalents as at end of the financial period	142 102 291	275 715 182

Notes to the condensed consolidated financial statements

1. General information

Group reorganisation (new holding company)

Orascom Development Holding AG (“OD Holding” or “the Company”) has been incorporated in Altdorf, Switzerland on 17 January 2008 under the name of Orascom Hotels & Development AG. As per the resolution of an extraordinary shareholder meeting on 29 February 2008 the Company’s name has been changed to Orascom Development Holding AG.

The consolidated financial statements incorporate the financial statements of the Company and its subsidiaries (the Group).

The purpose of the Company is the direct or indirect acquisition, durable management and disposing of participations in domestic or foreign enterprises, in particular in the field of real estate, tourism, hotels, construction, resort management, financing of real estate and related industries as well as the provision of related services. The Company’s business activities are carried out via its domestic and foreign subsidiaries.

On 6 May 2008, a new holding company structure became effective by way of a share exchange between the shareholders of the initial holding company – Orascom for Hotel and Development Company S.A.E. (OHD) which is a listed Group in Egypt and the new holding company (OD Holding). On that date, OD Holding increased its issued capital by 20 814 527 shares in exchange for 208 145 270 shares in OHD at an exchange ratio of 1:10, making OD Holding holder of 95.80% of OHD’s shares.

In addition, on 19 May 2008 OD Holding issued 486 411 shares in exchange for 4 864 110 shares in OHD in order to acquire additional shares of 2.25% of OHD. This led to increase OD Holding’s investment in OHD to reach 98.05%.

OD Holding further acquired some shares in OHD for cash increasing its percentage ownership to 98.08% at the end of the transaction.

On 22 June 2008 OHD increased its share capital in fulfilment of its prior commitment to the shareholders of the Garranah Group of companies thus diluting OD Holding share in OHD to 96.00%.

According to a resolution of the Board of Directors on 18 December 2008. The Company’s capital has been increased by CHF 11 993 000 by contribution in kind of 4 797 200 shares in Orascom Hotels & Development S.A.E. (OHD). 479 720 new registered shares were issued to the former shareholders of the OHD shares and the interest increased to 98.16% in OHD.

As a consequence of all the above, OHD is consolidated by the new holding company (OD Holding)

The comparative financial information presented in these condensed consolidated statement of changes in equity are those of OHD adjusted to reflect the capital of the legal parent company (OD Holding).

2. Statement of Compliance and Adoption of new and revised standards

2.1 Statement of compliance

The financial statements have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

2.2 Standards and Interpretations effective in the current period

The following Interpretations issued by the International Financial Reporting Interpretations Committee are effective for the current period. The adoption of these Interpretations has not led to any significant changes in the Group's accounting policies; however the changes in IAS 1 led to changes in the presentation of the financial statements.

IFRS 1 & IAS 27	Amendment relating to cost of an investment on first-time adoption
IFRS 2	Share-based Payment — Amendment relating to vesting conditions and cancellations
IFRS 7	Financial Instruments: Disclosures — Amendments enhancing disclosures about fair value and liquidity risk
IAS 1	Presentation of Financial Statements — Comprehensive revision including requiring a statement of comprehensive income
IAS 23	Borrowing Costs — Comprehensive revision to prohibit immediate expensing
IAS 32 & IAS 1	Financial Instruments: Presentation — Amendments relating to puttable instruments and obligations arising on liquidation
IAS 39 & IFRS 7	Financial Instruments: Amendment relating to reclassification of financial assets
IAS 39	Financial Instruments: Amendments for embedded derivatives when reclassifying financial instruments
Various	Improvements to IFRS 2008

(ii) New Interpretations

IFRIC 13	Customer Loyalty Programs
IFRIC 16	Hedges of Net Investment in a Foreign Operation

Standards and Interpretations not yet adopted

At the date of authorisation of these financial statements, the Group has not adopted the following Standard and Interpretations that have been issued but are not yet effective. They will be effective for annual periods beginning on or after the dates described below.

<i>(i) Revised Standards</i>	<i>effective from</i>	
IFRS 3	Business Combinations — Comprehensive revision on applying the acquisition method	1 July 2009
IAS 27	Consolidated and Separate Financial Statements — Consequential amendments arising from amendments to IFRS 3	1 July 2009
IAS 28	Investments in Associates — Consequential amendments arising from amendments to IFRS 3	1 July 2009
IAS 31	Interests in Joint Ventures — Consequential amendments arising from amendments to IFRS 3	1 July 2009
IAS 39	Financial Instruments: Recognition and Measurement — Amendments for eligible hedged items	1 July 2009
Various	Improvements to IFRS 2009	Various

<i>(ii) New Interpretations</i>	<i>effective from</i>	
IFRIC 17	Distributions of Non-cash Assets to Owners	1 July 2009
IFRIC 18	Transfers of Assets from Customers	1 July 2009

The revised IFRS 3 on Business Combinations as well as the consequential amendments to IAS 27, IAS 28 and IAS 31 might have an impact on future equity transactions.

None of the other Standards and Interpretations mentioned above are expected to have a material impact on the consolidated financial statements of the Group in the period of initial application.

3. Significant accounting policies

The condensed consolidated interim financial statements have been prepared on the historical cost basis except for the revaluation of certain non-current assets and financial instruments. The same accounting policies, presentation and methods of computation have been followed in these condensed financial statements as were applied in the preparation of the group's financial statements for the year ended 31 December 2008, except for any changes due to the new and revised standards and interpretations mentioned in note 2.2.

4. Segment information

The business segments identified by the Group represent the organizational structure as reflected in its internal management reporting systems. The Groups organisation has not changed since the last presentation.

2009	Hotels	Real estate and construction	Land sales	Town management	Tours operations	Other operations	Total
CHF							
<u>Continuing operations</u>							
Total segment revenue	83 573 294	152 007 168	1 904 894	19 304 693	36 167 648	24 252 963	317 210 660
Intersegment revenue	(2 513 833)	(25 000 090)	-	(6 456 363)	(1 579 067)	(3 542 636)	(39 091 989)
Revenue from external customers	81 059 461	127 007 078	1 904 894	12 848 330	34 588 581	20 710 327	278 118 671
Segment result	12 419 237	60 700 856	505 399	664 251	2 102 161	3 024 887	79 416 791
Unallocated expense							<u>(14 038 802)</u>
Profit before tax (continuing operations)							65 377 989
Income tax expense							<u>(5 689 513)</u>
Profit from (continuing operations)							<u>59 688 476</u>
Profit for the period							<u>59 688 476</u>
Segment assets	736 579 766	493 676 844	93 419 655	171 976 918	72 532 087	174 506 410	1 742 691 680
Unallocated assets							<u>31 305 550</u>
Total segment assets							<u>1 773 997 230</u>

2008	Hotels	Real estate and construction	Land sales	Town management	Tours operations	Other operations	Total
CHF							
<u>Continuing operations</u>							
Total segment revenue	83 626 521	89 314 586	3 045 657	19 029 947	40 166 238	18 919 663	254 102 612
Intersegment revenue	(1 483 049)	(8 625 575)	-	(2 333 964)	(2 644 498)	(1 124 639)	(16 211 725)
Revenue from external customers	82 143 472	80 689 011	3 045 657	16 695 983	37 521 740	17 795 024	237 890 887
Segment result	20 263 666	38 611 958	1 928 488	516 689	8 556 252	420 970	70 298 023
Unallocated expense							<u>(13 755 947)</u>
Profit before tax (continuing operations)							56 542 076
Income tax expense							<u>(5 702 127)</u>
Profit from (continuing operations)							<u>50 839 949</u>
Profit for the period							<u>50 839 949</u>
Segment assets	727 702 361	408 711 721	75 125 583	171 310 658	76 480 061	144 638 255	1 603 968 639
Unallocated assets							<u>55 780 280</u>
Total segment assets							<u>1 659 748 919</u>

- Town Management segment includes a reclassification from other operation in 2009 and 2008.

5 .Income tax charge

Interim period income tax is accrued based on the estimated income tax charge, the tax charged during the period amounted to CHF 5 689 513 (6 months ended 30 June 2008: CHF 5 702 127).

6. Finance cost

In spite of the increase of loans in the six month period ended 30 June 2009 compared to the corresponding period in 2008, the interest expense in 2009 decreased compared to 2008, as the finance costs incurred in financing the Group's projects were added to the cost of construction of qualifying asset as per the group's policy for borrowing cost.

7. Earning per share

The calculation of the basic and diluted earnings per share is based on the following data:

From continuing operations

CHF	<u>Three months ended</u>		<u>Six months ended</u>	
	30/06/2009	30/06/2008	30/06/2009	30/06/2008
Earnings				
Earnings for the purposes of basic and diluted earnings per share (profit for the period attributable to owners of parent)	<u>23 352 563</u>	<u>25 421 323</u>	<u>44 962 848</u>	<u>41 551 300</u>
Number of shares				
Weighted average number of ordinary shares for the purpose of basic diluted earnings per share	<u>23 219 122</u>	<u>22 006 971</u>	<u>23 218 970</u>	<u>21 612 411</u>
Basic earnings per share	1.01	1.16	1.94	1.92
Diluted earnings per share	1.01	1.16	1.94	1.92

8. Dividends

During the interim period there were no dividends declared or paid to shareholders.

9. Property, plant and equipment

Six months ended 30 June 2009

CHF	Property, plant & equipment	Equipment Under Financial lease at Cost	Project under construction	Total
Opening net book value as at 1 January 2009	676 984 757	9 056 872	170 450 776	856 492 405
Additions	126 169 296			126 169 296
Disposals	(314 738)		(22 758 736)	(23 073 474)
Depreciation and amortization	(23 079 583)	(1 409 442)		(24 489 025)
Net foreign currency exchange differences	(251 681)		1 785 968	1 534 287
Closing net book value as at 30 June 2009	779 508 051	7 647 430	149 478 008	936 633 489

Six months ended 30 June 2008

CHF	Property, plant & equipment	Equipment Under Financial lease at Cost	Project under construction	Total
Opening net book value as at 1 January 2008	597 004 716	–	78 553 102	675 557 818
Additions	17 270 229	–	50 425 687	67 695 916
Disposals	(202 120)	–	–	(202 120)
Depreciation and amortization	(11 256 170)	–	–	(11 256 170)
Net foreign currency exchange differences	(18 810 585)	–	(2 469 253)	(21 279 838)
Closing net book value as at 30 June 2008	584 006 070	–	126 509 536	710 515 606

Additions during the half year of 2009 are mainly attributable to the construction of hotels. There have been no significant disposals during the current interim period.

10. Investments in associates

Details of the Group's associates are as follows:

Name of associate	Place of incorporation	Ownership interest percentage		Carrying value (CHF)	
		2009	2008	2009	2008
Joud Fund IV	Cayman Islands	40.00 %	40.00 %	28 954 423	28 619 195
Jordan Company for Projects and Touristic Development	Jordan	15.54 %	15.54 %	8 240 460	8 279 434
Total				37 194 883	36 898 629

Summarised financial information in respect of the Group's associates is set out below:

<i>CHF</i>	2009
Total assets	184 984 731
Total liabilities	59 463 359
Net assets	125 521 372
Group's share of net assets of associates	37 194 883
Total revenue	2 567 300
Total loss for the period	(1 489 816)
Group's share of losses of associates	(379 788)

11. Goodwill

There have been no movement during the current interim period except for the foreign currency translation transaction.

12. Inventories

The main increase in inventories during the current interim period is due to the increase in real estate activities in Oman area.

13. Borrowings

The main increase in borrowings during the current interim period is due to the increase in the credit facilities from Commercial International Bank CIB by an amount US 26 millions equivalent to CHF 28 millions in OHD corporate sector.

14. Provisions

The company has provided for the liability that may result from a legal dispute on the ownership of one of the Group entities by an amount of CHF 7 millions.

15. Notes Payable

The increase in non-current notes payable in the current interim period due to acquiring new 500 acres from the New Urban Communities Authority in Orascom Housing Community (OHC), one of OHD subsidiaries.

16. Issued Capital

Issued capital as at 30 June 2009 amounted to CHF 580 491 450. There were no movements in the issued capital of the company during the current interim period.

On 4 May 2009, the General Meeting

- Decided to issue and list EDRs (Egyptian Depository Receipts) representing the shares of the Company and to de-list the shares from EGX (Egyptian Stock Exchange) conditional upon the listing of the EDRs on EGX.
- The share capital which amounted to CHF 580 491 450 to be reduced by CHF 11 609 829 to reach CHF 568 881 621 by reducing the par value of registered shares from CHF 25 to CHF 24.5 and by remitting the amount of reduction of CHF 0.50 per registered share to the Group shareholders. On 21 July 2009, the company started to remit the amount of reduction to the shareholders.

17. Operations in the interim period

The business is subject to seasonality as follows:

- The financial performance is usually low in the first half of any financial year due to the following:
 - Low touristic level in towns, mainly hotel guests therefore operations of the hotel division are much less in the first half of any financial year which leads to drop in the occupancies.
 - However closing & signature of pending contract leads to higher contribution from a cash flow perspective.

Expenses are largely determined by the phase of the respective projects, particularly with regard to external development expenditures.

Costs that incur unevenly during the year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

18. Change in presentation

The comparative figures have been reclassified to reflect the change in the presentation which has taken place last year regarding the reclassification of the general and administrative expenses between cost of sales and administration expenses. Cost of sales includes part general and administration expenses from revenue generating companies. General and administration expenses include only general and administration expenses from corporate and head quarter functions as well as non revenue generating companies.

The impact on the comparative figures is shown below.

<i>CHF</i>	30 June 2008 before change	Change	30 June 2008 after change
Revenue	237 890 887	-	237 890 887
Cost of sales	<u>(145 080 751)</u>	<u>(19 527 701)</u>	<u>(164 608 452)</u>
Gross profit	<u>92 810 136</u>	<u>(19 527 701)</u>	<u>73 282 435</u>
Investment revenue	729 528	-	729 528
Other gains and losses	5 524 285	-	5 524 285
Provisions formed	(5 864 573)	-	(5 864 573)
Reversal of provision	4 813 617		4 813 617
General and administration expenses	(28 547 025)	19 527 701	(9 019 324)
Finance costs	<u>(12 923 892)</u>	<u>-</u>	<u>(12 923 892)</u>
Profit before tax	56 542 076	-	56 542 076
Income tax expense	(5 702 127)	-	(5 702 127)
Profit for the period	<u>50 839 949</u>	<u>-</u>	<u>50 839 949</u>

19. Commitments for expenditure

As at 30 June 2009, the capital commitments for expenditure are mainly represented in the commitments of Orascom Housing Communities (OHC one of ODH subsidiaries) as it has entered into a preliminary purchase agreement with Fayoum governorate to purchase 2 937 900 square meters of land for the purpose to develop youth housing communities. The total commitment is for CHF 12 918 000 and is payable in 7 annual installments beginning in 2010 till 2017. OHC has a right to buy additional land up to 8 393 700 square meter, if the company fulfils its commitments of development on the initial part of the land.

20. Contingent liabilities and contingent assets

A bank issued a letter of guarantee in the amount of CHF 1 000 000 related to a purchase and sale agreement with the Government of Montenegro.

21. Events after the date of statement of financial position

- The group declared and start to distributed dividend through the capital reduction of ODH.

22. Approval of interim financial statements

The condensed consolidated financial statements were approved by the management on 10 August 2009.