

**OASIS INTERNATIONAL LEASING
COMPANY P.J.S.C.**

2007 Consolidated Financial Statements

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OASIS INTERNATIONAL LEASING COMPANY P.J.S.C.

Board of Directors

Chairman H.E. Hussain Al Nowais

Vice Chairman Mr. Khalil M.S. Foulathi

Directors
Mr. Waleed Al Mokarrab Al Muhairi
Mr. Fahad Saeed Al Raqbani
Mr. Carlos Obeid
Mr. Saif Al Hajeri (Appointed on 17th July 2007)
Mr. Abubaker Khouri (Appointed on 17th July 2007)
Mr. John MacBeath (Resigned on 17th July 2007)
H.E. Saeed Al Hajeri (Resigned on 17th July 2007)

Chief Executive Officer (A) Mr. Salem Rashid Al Noaimi

Head Office
P O Box 28922
The ADNIC Building
Khalifa Street
Abu Dhabi
UAE

Auditors
KPMG
P O Box 7613
16th Floor, Falcon Tower
Al Nasr Street
Abu Dhabi
UAE

OASIS INTERNATIONAL LEASING COMPANY P.J.S.C.

Chairman's Report

Dear Shareholders

I am pleased and honoured to report that 2007 has been an extraordinary year for Oasis International Leasing Company PJSC. It will be remembered by all of Oasis' stakeholders – particularly our shareholders – as a historic milestone in the reinvention of the Company. This is mainly because during 2007, even as the Company continued to grow its profitable leasing operations, it simultaneously began charting a new path based on a new vision to achieve business growth, diversification and more shareholder value.

It was in early 2007 that Oasis' Board of Directors decided that the Company will restructure and enter into diverse new businesses, thereby fully utilizing its original mandate to bring more value to shareholders and add value to the national economy. That momentous decision has had a considerable roll-on impact on Oasis' activities, achievements and resource utilization during the year.

In the last Annual General Meeting, the Oasis Board had presented to you the new vision for Oasis and the strategic initiatives that the Company would take in its chosen spheres. The thrust of these strategic initiatives revolved around building upon the competitive advantages established in the leasing business and at the same time expanding our operations to create new businesses. I am pleased to report that during 2007 the Oasis Board and its Executive Management have spent considerable time and efforts not only to finalise a corporate restructuring programme to facilitate the implementation of this new strategic vision, but also to start building a new organisation to manage that growth, effectively and efficiently.

One big outcome of these efforts in the past year is that Oasis is a much more dynamic and resourceful organization at the end of 2007 than it was at the beginning of the year.

During 2007, the Company took five major new initiatives in line with its new vision for a more diversified and growth oriented company:

Acquisition of Addax Bank shares

In December 2007, Oasis reached an agreement with Bahrain-based merchant bank, Addax, acquiring 42.5 percent through capital increase in Addax. This investment powers the financial services initiatives that Oasis wants to put in place.

Joint venture with Blenheim Capital

In November, Oasis signed a joint venture agreement with Blenheim Capital, a joint venture between Summit Overseas Development Ltd and Barclays Capital, to establish Waha Financial Services (WFS). WFS will have an initial capital of US\$13.6 million (AED 50 million), with Oasis investing 60% and Blenheim investing 40%. WFS will specialize in structured finance and risk management solutions. WFS will also enter into local arrangements with entities within the United Arab Emirates and the Middle East and North Africa (MENA) region for which offset and/or countertrade funding is to be sourced/arranged. It will initially focus on meeting the market demand for these specialised services in the UAE and MENA.

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MENA Infrastructure Fund

In the fourth quarter of 2007, Oasis, with its partners, announced the closure of the first Middle East and North Africa Infrastructure Investment Fund, which has seen \$300 million subscription. Oasis is one of the main partners of the Fund in cooperation with Dubai International Capital.

Establishment of Waha Land

"Waha Land" was established to specialize in property development in Abu Dhabi in partnership with other developers. The company will start operations once it receives the necessary regulatory approvals. A dedicated team representing Waha Land has already initiated contacts with leading local and international consultants and real estate companies to explore business development possibilities.

The Abu Dhabi Government has allocated a 6 square kilometre block of land for Oasis to start the new business. The land is located in Hamim, near Musaffah on Tareef-Abu Dhabi road. Projects developed in this area will cater to industrial cities, logistics and commercial services.

US\$500 million corporate revolving facility

In December, Oasis signed an agreement with eight banks to obtain a fully unsecured US\$500 million corporate revolving facility with a three-year tenor to finance the Company's growth and diversification plans. I am extremely pleased to report that renowned and leading local, regional and international banks have endorsed our vision for growth and diversification by providing us with this facility.

On the operations side, Oasis continued to conclude several important and growth-oriented business deals. We successfully closed two new leasing deals in 2007 and remarketed two existing aircraft to new customers. To benefit from the buoyant conditions existing in the aircraft leasing market, we also sold one aircraft.

I am pleased to report that 2007 has been an excellent year for the Company financially too, which is reflected in the strong financial results achieved for the year.

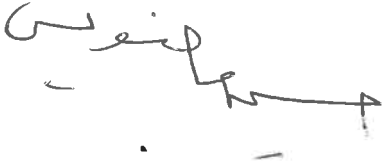
As I said at the beginning of this report, it has been an extraordinary year of achievements and new developments for Oasis. As we close 2007 and move on to 2008, we look forward to an even more exciting year ahead of us. In 2008, we will build on the previous year's achievements with the support of our shareholders, partners and the Government of Abu Dhabi. We are ready to launch the new vision and new businesses under a new corporate holding company in the first quarter of 2008. The Company is in the process of creating a strong executive management team to support its vision of diversification and to achieve further growth and higher profitability.

The entire Board and the Executive Management look forward to 2008 with a lot of confidence and enthusiasm. In 2008 we will continue to try and expand our leasing portfolio not only in the aviation sector but also in the shipping and infrastructure sectors. At the same time, we will work hard to expand our portfolio in the other three chosen spheres, namely Land, Maritime and Financial Services. I am confident that with your support and the commitment of our staff we will continue on this journey of implementing our new vision with renewed vigour and confidence.

OASIS INTERNATIONAL LEASING COMPANY P.J.S.C.

I would like to extend my great appreciation and thanks to HH Sheikh Khalifa Bin Zayed, President of the UAE and HH Sheikh Mohammed Bin Zayed Al Nahyan, Crown Prince of Abu Dhabi and Deputy Supreme Commander of the UAE Armed Forces, for their ongoing support for national companies.

Finally, I would like to take this opportunity to express my gratitude to all the Company's shareholders, customers, financing partners, Board Members and Management team who have all contributed to the achievements of Oasis.



Hussain Al Nowais
Chairman

OASIS INTERNATIONAL LEASING COMPANY P.J.S.C.

Chief Executive Officer's Report

Dear Shareholders,

The year 2007 has seen Oasis embark upon the journey of restructuring itself and entering into diverse new businesses. Throughout the year there has been a continuous and focussed attempt to create and implement new initiatives and execute the vision for a "new Oasis".

FY 2007 Results

Before delving into the financial results, I would like to share with you below a summary of the Company's major operational achievements during the year:

- Acquired two aircraft which were put on lease to new customers, and remarketed two existing aircraft to new customers.
- Entered into agreements to purchase and leaseback four aircraft to one of our existing customers.
- Sold one aircraft to take advantage of the positive environment seen during the whole year in the aircraft leasing space.
- Participated in the MENA Infrastructure Fund which closed at US\$ 300 million, with a commitment of US\$50 million. Oasis is also a General Partner alongside DIC and HSBC.
- Acquired a majority stake in a Bahrain based investment bank, ADDAX, marking our first foray in building our portfolio in the financial services sector.
- Entered into a joint venture agreement with Blenheim Capital to set up Waha Financial Services, a company that will specialise in structured finance and risk management solutions, and will also source, arrange and structure offsets related funding.

With the above achievements in mind, it is with great pleasure that I present you with the results of your Company for 2007. The Company continued to show strong growth in earnings and net profit. Revenue (including share of profits from investment in associate company) has increased by 51% to AED 465m and, more importantly, net profit has increased by 78% to AED 171m. Operating assets increased to AED 4,350m in 2007, an increase of 26% compared to 3,437m AED in 2006.

Strategic Initiatives

During the early part of the year, the Oasis Board had presented to the shareholders a focussed "diversification and growth oriented" strategy. The strategy was the culmination of months of internal and external studies and is an attempt to position Oasis to leverage upon the opportunities created and presented by the positive economic environment both locally and in the Middle East region.

Initiatives with Shareholders

During the year, the Oasis Board recommended a 10:1 split of its shares with a new par value of AED 1 per stock. The share split was done with an intention to broaden the shareholder base of Oasis, which is in line with the spirit of the economic reforms underway in the UAE.