

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES
STATE OF KUWAIT**



**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS AND REVIEW REPORT FOR
THE PERIOD FROM 1 JANUARY TO 30 SEPTEMBER 2007
(UNAUDITED)**

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**

**INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AND REVIEW REPORT
(UNAUDITED)**



For the period from 1 January to 30 September 2007

INDEX	Page
Report on review of interim condensed consolidated financial statements	1
Condensed consolidated statement of income for the period from 1 January to 30 September 2007	2
Condensed consolidated balance sheet as at 30 September 2007	3
Condensed consolidated statement of changes in equity for the period from 1 January to 30 September 2007	4
Condensed consolidated statement of cash flows for the period from 1 January to 30 September 2007	5
Notes to the interim condensed consolidated financial statements	6-11



Al-Fahad & Co.

Salhia Complex
Gate 2, 4th Floor
P.O. Box 23049
Safat 13091
State of Kuwait

Tel: + (965) 2438060

Tel: + (965) 2468934

Fax: + (965) 2452080

www.deloitte.com

Albazie & Co.

Member of **RSM** International

Public Accountants

Kuwait Airways Building, 7th Floor
Shuhada Street, P.O. Box 2115 Safat
13022 – State of Kuwait

T + 965 2410010

F + 965 2412761

www.albazie.com

The Board of Directors of
Independent Petroleum Group Company S.A.K (Closed)

Report on review of interim condensed consolidated financial statements

Introduction

We have reviewed the accompanying condensed consolidated balance sheet of Independent Petroleum Group Company S.A.K. (Closed) (“the Parent Company”) and its subsidiaries (together referred to as “the Group”) as at 30 September 2007 and the related condensed consolidated statements of income, changes in equity and cash flows for the nine-month period then ended and explanatory notes. Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard, IAS 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on this interim condensed consolidated financial statements 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 statements 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 statements are in agreement with the books of account and to the best of our knowledge and belief, there were no contraventions during the period ended 30 September 2007 of either the Commercial Companies Law or the Parent Company’s Articles of Association, which might have materially affected the Group’s financial position or results of its operations.

Jassim Ahmad Al-Fahad
Licence No. 53-A
Al-Fahad & Co. Deloitte & Touche

Nayef M. Al Bazie
License No 91-A
Albazie & Co.
Member of RSM International

18 October 2007

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**CONDENSED CONSOLIDATED STATEMENT OF INCOME
(UNAUDITED)**

For the period from 1 January to 30 September 2007

	Notes	Three months ended 30 September		Nine months ended 30 September	
		2007	2006	2007	2006
		KD	KD	KD	KD
Sales		207,691,912	103,431,057	431,264,086	368,495,009
Cost of sales		(204,779,375)	(101,379,165)	(425,362,196)	(363,852,940)
Gross profit		2,912,537	2,051,892	5,901,890	4,642,069
Other operating income		-	29,250	-	87,750
Net interest relating to oil marketing operations	3	(1,297,675)	(405,833)	(1,704,959)	1,307,005
Net results of oil marketing operations		1,614,862	1,675,309	4,196,931	6,036,824
Share of results of associates and joint ventures	7 & 8	61,942	(685,101)	677,847	(827,740)
General and administrative expenses		(301,321)	(266,718)	(1,123,660)	(729,739)
Staff costs		(666,858)	(590,371)	(2,267,965)	(2,130,337)
Depreciation		(12,613)	(10,930)	(34,225)	(32,384)
Operating profit		696,012	122,189	1,448,928	2,316,624
Dividend income		-	133,072	319,679	357,045
Gain on investments at fair value through statement of income		447,225	790,591	2,781,421	1,625,157
Other income		10,434	67,576	71,023	198,100
Profit before provision for contribution to Kuwait Foundation for the Advancement of Sciences (KFAS) and National Labour Support Tax (NLST)		1,153,671	1,113,428	4,621,051	4,496,926
Provision for contribution to KFAS		(10,384)	(6,655)	(41,590)	(40,490)
Provision for NLST		9,164	-	-	-
Profit for the period		1,152,451	1,106,773	4,579,461	4,456,436
Earnings per share (fils)	4	7.61	7.27	30.25	29.27

The accompanying notes set out on pages 6 to 11 are an integral part of these interim condensed consolidated financial statements.

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**CONDENSED CONSOLIDATED BALANCE SHEET
(UNAUDITED)**

As at 30 September 2007

		30 September 2007 (Unaudited) KD	31 December 2006 (Audited) KD	30 September 2006 (Unaudited) KD
ASSETS	Notes			
Current assets				
Cash and cash equivalents	5	8,300,556	8,243,521	12,372,981
Investments at fair value through statement of income	6	43,021,305	40,242,200	39,133,708
Trade and other receivables		144,279,384	64,023,717	76,636,380
Inventories		30,658,421	22,146,617	15,428,452
Total current assets		<u>226,259,666</u>	<u>134,656,055</u>	<u>143,571,521</u>
Non-current assets				
Other loans		5,453,812	5,892,461	5,207,327
Investments available for sale	6	1,936,380	2,084,665	2,132,781
Investment in joint ventures	7	7,534,102	6,602,671	7,060,237
Investment in associates	8	7,790,655	6,290,889	6,224,317
Property and equipment		687,398	665,800	667,958
Total assets		<u>249,662,013</u>	<u>156,192,541</u>	<u>164,864,141</u>
LIABILITIES AND EQUITY				
Current liabilities				
Due to banks		121,714,436	67,594,845	84,627,573
Directors' fees payable		-	100,000	-
Trade and other payables		67,991,437	28,760,589	21,031,230
Total current liabilities		<u>189,705,873</u>	<u>96,455,434</u>	<u>105,658,803</u>
Non-current liabilities				
Provision for staff indemnity		1,185,063	1,049,612	1,058,763
Total liabilities		<u>190,890,936</u>	<u>97,505,046</u>	<u>106,717,566</u>
Equity				
Share capital	9	15,225,000	15,225,000	15,225,000
Share premium		22,586,707	22,586,707	22,586,707
Legal reserve		4,212,341	4,212,341	3,587,725
General reserve		605,796	605,796	605,796
Fair value reserve		268,207	222,686	259,732
Foreign currency translation reserve		(1,663,569)	(1,663,569)	(935,031)
Gain on sale of treasury shares		1,422,306	1,422,306	1,422,306
Treasury shares	10	(327,000)	(327,000)	-
Retained earnings		16,441,289	16,403,228	15,394,340
Total equity		<u>58,771,077</u>	<u>58,687,495</u>	<u>58,146,575</u>
Total liabilities and equity		<u>249,662,013</u>	<u>156,192,541</u>	<u>164,864,141</u>

Khalaf Ahmad Al-Khalaf
Chairman

Ghazi Fahad Al-Nafisi
Vice Chairman

Waleed Jaber Hadeed
Executive Managing Director

The accompanying notes set out on pages 6 to 11 are an integral part of these interim condensed consolidated financial statements.

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(UNAUDITED)**

For the period from 1 January to 30 September 2007

	Share capital	Share premium	Legal reserve	General reserve	Fair value reserve	Foreign currency translation reserve	Gain on sale of treasury shares	Treasury shares	Retained earnings	Total
	KD	KD	KD	KD	KD	KD	KD	KD	KD	KD
Balance at 1 January 2007	15,225,000	22,586,707	4,212,341	605,796	222,686	(1,663,569)	1,422,306	(327,000)	16,403,228	58,687,495
Changes in fair value of investments available for sale	-	-	-	-	45,521	-	-	-	-	45,521
Net income recognized directly in equity	-	-	-	-	45,521	-	-	-	-	45,521
Profit for the period	-	-	-	-	-	-	-	-	4,579,461	4,579,461
Total recognized income for the period	-	-	-	-	-	-	-	-	4,579,461	4,624,982
Dividends for 2006 (Note 14)	-	-	-	-	-	-	-	-	(4,541,400)	(4,541,400)
Balance at 30 September 2007	<u>15,225,000</u>	<u>22,586,707</u>	<u>4,212,341</u>	<u>605,796</u>	<u>268,207</u>	<u>(1,663,569)</u>	<u>1,422,306</u>	<u>(327,000)</u>	<u>16,441,289</u>	<u>58,771,077</u>
Balance at 1 January 2006	15,225,000	22,586,707	3,587,725	605,796	236,118	(738,754)	1,422,306	-	15,505,404	58,430,302
Changes in fair value of investments available for sale	-	-	-	-	23,614	-	-	-	-	23,614
Foreign currency translation adjustments	-	-	-	-	-	(196,277)	-	-	-	(196,277)
Net income and expense recognized directly in equity	-	-	-	-	23,614	(196,277)	-	-	-	(172,663)
Profit for the period	-	-	-	-	-	-	-	-	4,456,436	4,456,436
Total recognized income and expense for the period	-	-	-	-	23,614	(196,277)	-	-	4,456,436	4,283,773
Dividends for 2005 (Note 14)	-	-	-	-	-	-	-	-	(4,567,500)	(4,567,500)
Balance at 30 September 2006	<u>15,225,000</u>	<u>22,586,707</u>	<u>3,587,725</u>	<u>605,796</u>	<u>259,732</u>	<u>(935,031)</u>	<u>1,422,306</u>	<u>-</u>	<u>15,394,340</u>	<u>58,146,575</u>

The accompanying notes set out on pages 6 to 11 are an integral part of these interim condensed consolidated financial statements.

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

For the period from 1 January to 30 September 2007

	Note	Nine months ended 30 September	
		2007	2006
		KD	KD
OPERATING ACTIVITIES			
Profit before provision for contribution to KFAS and NLST		4,621,051	4,496,926
Adjustments for:			
Depreciation		34,225	32,384
Interest expense		4,105,909	2,496,235
Dividend income		(319,679)	(357,045)
Gain on investments at fair value through statement of income		(2,781,421)	(1,625,157)
Share of results of associates and joint ventures		(677,847)	827,740
Interest income		(2,503,825)	(4,028,685)
Gain on disposal of property and equipment		-	(424)
Provision for staff indemnity		151,373	204,400
		<u>2,629,786</u>	<u>2,046,374</u>
(Increase) / decrease in trade and other receivables		(79,059,479)	4,567,899
Increase in inventories		(8,511,804)	(8,673,796)
Increase / (decrease) in trade and other payables		39,495,141	(30,056,516)
		<u>(45,446,356)</u>	<u>(32,116,039)</u>
Cash used in operations			
Interest received		1,307,637	2,749,314
Payment to KFAS		(56,215)	(67,374)
Directors' fees paid		(100,000)	(120,000)
NLST paid		-	(14,147)
Payment of staff indemnity		(15,922)	(89,070)
Net cash used in operating activities		<u>(44,310,856)</u>	<u>(29,657,316)</u>
INVESTING ACTIVITIES			
Proceeds from sale of investments at fair value through statement of income		2,316	-
Proceeds from sale of investments available for sale		-	189,305
Proceeds from repayment of subordinated loans		93,222	-
Decrease / (increase) in other loans		327,242	(3,132,127)
Purchase of property and equipment		(55,823)	(35,557)
Proceeds from disposal of property and equipment		-	424
Investment in joint ventures		(720,505)	(1,454,518)
Investment in associates		(975,203)	(1,888,684)
Dividends received		319,679	357,045
Net cash used in investing activities		<u>(1,009,072)</u>	<u>(5,964,112)</u>
FINANCING ACTIVITIES			
Net increase in due to banks		54,119,591	39,783,415
Dividends paid		(4,541,400)	(4,567,500)
Interest paid		(4,201,228)	(2,452,818)
Net cash from financing activities		<u>45,376,963</u>	<u>32,763,097</u>
Net increase / (decrease) in cash and cash equivalents		<u>57,035</u>	<u>(2,858,331)</u>
Cash and cash equivalents at beginning of the period		8,243,521	15,231,312
Cash and cash equivalents at end of the period	5	<u>8,300,556</u>	<u>12,372,981</u>

The accompanying notes set out on pages 6 to 11 are an integral part of these interim condensed consolidated

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
(UNAUDITED)**

For the period from 1 January to 30 September 2007
financial statements.

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

1. INCORPORATION AND ACTIVITIES

Independent Petroleum Group Company S.A.K. (Closed) (“the Parent Company”) was incorporated on 11 September 1976 as a Closed Kuwaiti Shareholding Company. The Parent Company was listed on the Kuwait Stock Exchange on 10 December 1995.

The main activities of the Parent Company and its subsidiaries (together known as “the Group”) are the trading of crude oil and petroleum products, strategic investments and joint ventures in petroleum storage facilities, terminal and distribution facilities and other activities related to the petroleum industry and consulting services in the petroleum and petrochemicals fields.

The registered address of the Parent Company is P.O. Box 24027, Safat 13101- State of Kuwait.

These interim condensed consolidated financial statements for the nine-month period ended 30 September 2007 were authorized for issue by the Chairman on behalf of the Board of Directors on 18 October 2007.

2. BASIS OF PRESENTATION

These interim condensed consolidated financial statements have been prepared in accordance with the International Accounting Standard 34, “Interim Financial Reporting”, and the guidelines issued by the Kuwait Stock Exchange. Interim condensed consolidated financial statements does not include all of the information and footnotes required for complete financial statements prepared in accordance with International Financial Reporting Standards.

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 interim period are not necessarily indicative of the results that may be expected for the year ending 31 December 2007.

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual audited consolidated financial statements of the Group for the year ended 31 December 2006. For further information, refer to the consolidated financial statements and notes thereto for the year ended 31 December 2006.

3. NET INTEREST RELATING TO OIL MARKETING OPERATIONS

	Three months ended		Nine months ended	
	30 September 2007	30 September 2006	30 September 2007	30 September 2006
	KD	KD	KD	KD
Interest income	507,931	694,933	2,400,950	3,803,240
Interest expense	(1,805,606)	(1,100,766)	(4,105,909)	(2,496,235)
	<u>(1,297,675)</u>	<u>(405,833)</u>	<u>(1,704,959)</u>	<u>1,307,005</u>

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

4. EARNINGS PER SHARE

Earnings per share is computed by dividing the profit for the period by the weighted average number of shares outstanding during the period as follows:

	Three months ended		Nine months ended	
	30 September 2007	30 September 2006	30 September 2007	30 September 2006
	KD	KD	KD	KD
Profit for the period	1,152,451	1,106,773	4,579,461	4,456,436
	Shares		Shares	
Weighted average number of issued shares outstanding during the period	152,250,000	152,250,000	152,250,000	152,250,000
Weighted average number of treasury shares outstanding during the period	(870,000)	-	(870,000)	-
Weighted average number of shares outstanding during the period	151,380,000	152,250,000	151,380,000	152,250,000
Earnings per share (fils)	7.61	7.27	30.25	29.27

5. CASH AND CASH EQUIVALENTS

	30 September 2007 (Unaudited)	31 December 2006 (Audited)	30 September 2006 (Unaudited)
	KD	KD	KD
Cash on hand and at banks	486,296	241,067	378,236
Call accounts and time deposits	7,814,260	8,002,454	11,994,745
	8,300,556	8,243,521	12,372,981



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

6. INVESTMENTS

	30 September 2007 (Unaudited) KD	31 December 2006 (Audited) KD	30 September 2006 (Unaudited) KD
Investments at fair value through statement of income:			
Held for trading:			
Managed portfolios	42,092,225	39,368,464	38,268,734
Quoted securities	929,080	873,736	864,974
	43,021,305	40,242,200	39,133,708
Investments available for sale:			
Quoted securities	515,837	470,316	511,145
Unquoted securities	1,420,543	1,614,349	1,621,636
	1,936,380	2,084,665	2,132,781

It was not possible to reliably measure the fair value of unquoted securities available for sale since there is no active market; accordingly they are stated at cost less impairment losses, if any.

Investments at fair value through statement of income with a carrying amount of KD 42,092,225 (31 December 2006: KD 39,368,464 and 30 September 2006: KD 38,268,734) are pledged as collateral against amounts due to banks.

7. INVESTMENT IN JOINT VENTURES

The Group recognized KD 312,156 (30 September 2006: KD 1,222,718) as its share of loss from D&K Holding LLC, Dubai (DKHL) and KD 523,082 (30 September 2006: KD 492,683) as its share of income from Uniterminals S.A.L., Lebanon for the period ended 30 September 2007.

During the period, the Group invested KD 720,505 in DKHL towards the capital increase in its subsidiary D&K Petroleum (Singapore) Pte Ltd. (DKPSL).

8. INVESTMENT IN ASSOCIATES

The Group recognised KD 389,511 (30 September 2006: KD Nil) as its share of income from Horizon Singapore Terminals Private Limited (HSTPL) and KD 268,722 (30 September 2006: Nil) as its share of income from Horizon Djibouti Terminals Limited (HDTL) for the period ended 30 September 2007.

The Group recognised KD 191,312 (30 September 2006: KD 93,724) as its share of loss from Arabtank Terminals Ltd., Saudi Arabia (ATT) and KD Nil (30 September 2006: KD 3,981) as its share of loss from ENOC Bunkering (Fujairah) L.L.C. for the period ended 30 September 2007.

During the period, the Group acquired 10% additional interest in an associate Inpetro S.A.R.L., for KD 115,240 to reach 40% shareholding in the associate.

During the period, the Group invested an additional capital of KD 423,378 in ATT representing its share in the second phase of the project towards petroleum product storage facilities.

During the period, the Group invested KD 494,227 towards its share of 32.5% in Horizon Tangiers Terminals SA. (HTTSA) representing investment in petroleum storage terminal in Morocco.

**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

9. SHARE CAPITAL

The authorised, issued and fully paid share capital consists of 152,250,000 shares of 100 fils each (31 December 2006: 152,250,000 shares of 100 fils each and 30 September 2006: 152,250,000 shares of 100 fils each).

10. TREASURY SHARES

	30 September 2007 (Unaudited)	31 December 2006 (Audited)	30 September 2006 (Unaudited)
Number of shares	870,000	870,000	-
Percentage of issued shares	0.57%	0.57%	-
Market value (KD)	369,750	352,350	-
Cost (KD)	327,000	327,000	-

11. RELATED PARTY TRANSACTIONS

These represent transactions with related parties in the normal course of business. The terms of these transactions are on negotiated contract basis. The related party transactions and balances included in the interim condensed consolidated financial statements are as follows:

	Three months ended		Nine months ended	
	30 September 2007	30 September 2006	30 September 2007	30 September 2006
a) Revenues:	KD	KD	KD	KD
Sales	<u>16,126,925</u>	<u>10,923,650</u>	<u>22,619,044</u>	<u>61,044,541</u>
Other operating income	<u>-</u>	<u>29,250</u>	<u>-</u>	<u>87,750</u>
Net interest relating to oil marketing operations	<u>-</u>	<u>70,549</u>	<u>52,840</u>	<u>372,443</u>
b) Key management compensation				
Salaries and other short-term benefits	<u>168,328</u>	<u>162,238</u>	<u>506,461</u>	<u>515,246</u>
Termination benefits	<u>18,204</u>	<u>16,034</u>	<u>57,835</u>	<u>135,966</u>
c) Due from / to related parties:				
	30 September 2007 (Unaudited)	31 December 2006 (Audited)	30 September 2006 (Unaudited)	
	KD	KD	KD	
Trade and other receivables	<u>13,368,493</u>	<u>4,117,703</u>	<u>9,294,468</u>	
Trade and other payables	<u>83,350</u>	<u>661,589</u>	<u>193,711</u>	
Other loans	<u>5,453,812</u>	<u>5,892,461</u>	<u>5,207,327</u>	



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

12. SEGMENTAL INFORMATION

The Group operates in one industry segment being the trading of crude oil and petroleum products. Information about the Group's geographical business segments is summarised as follows:

	Three months ended 30 September			
	2007		2006	
	Segment revenues	Segment results	Segment revenues	Segment results
	KD	KD	KD	KD
Africa and Middle East	175,865,148	1,885,093	84,758,177	17,927
Europe and South America	29,748,658	384,269	18,672,880	972,281
Asia and Far East	2,078,106	(592,558)	-	-
	<u>207,691,912</u>	<u>1,676,804</u>	<u>103,431,057</u>	<u>990,208</u>
Unallocated corporate items		(980,792)		(868,019)
Operating profit		<u>696,012</u>		<u>122,189</u>

	Nine months ended 30 September			
	2007		2006	
	Segment revenues	Segment results	Segment revenues	Segment results
	KD	KD	KD	KD
Africa and Middle East	370,562,123	4,721,919	272,815,117	3,533,831
Europe and South America	50,393,695	555,659	63,700,676	2,099,842
Asia and Far East	10,308,268	(402,799)	31,979,216	(424,589)
	<u>431,264,086</u>	<u>4,874,779</u>	<u>368,495,009</u>	<u>5,209,084</u>
Unallocated corporate items		(3,425,851)		(2,892,460)
Operating profit		<u>1,448,928</u>		<u>2,316,624</u>

13. CONTINGENT LIABILITIES AND COMMITMENTS

Contingent liabilities

	30 September 2007 (Unaudited)	31 December 2006 (Audited)	30 September 2006 (Unaudited)
	KD	KD	KD
Letters of guarantee and bid bonds	9,405,754	4,664,511	1,789,337
Letters of credit	64,373,352	41,381,330	17,785,351
	<u>73,779,106</u>	<u>46,045,841</u>	<u>19,574,688</u>

Commitments

Investments in projects	<u>4,867,444</u>	<u>7,862,249</u>	<u>12,088,589</u>
-------------------------	------------------	------------------	-------------------

**INDEPENDENT PETROLEUM GROUP COMPANY
S.A.K. (CLOSED) AND SUBSIDIARIES**



**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
STATEMENTS (UNAUDITED)**

For the period from 1 January to 30 September 2007

14. GENERAL ASSEMBLY

The Shareholders' General Assembly held on 10 March 2007 approved the annual audited consolidated financial statements for the year ended 31 December 2006 and payment of a cash dividend of 30 fils per share for the year ended 31 December 2006 (2005 – 30 fils per share).

15. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current period presentation.