

Income Statement

For The Financial Year Ended December 31, 2004

	Note No.	2004 L.E.(000)	2003 L.E.(000)
Operating Revenues			
Sales of services	(18)	7 539 683	6 971 859
Sales of telephone sets & directories		132 905	160 986
Other operating revenues		76 847	43 889
		7 749 435	7 176 734
Operating Expenses			
Interconnection fees	(19)	1 219 488	1 044 937
Fuel		58 052	49 315
Spare parts		57 586	57 079
Maintenance		101 881	73 883
Satellite subscriptions		22 365	30 584
Depreciation & Amortization		2 421 903	2 235 167
Cost of telephone sets & directories sold		123 589	148 228
Other operating costs	(20)	842 125	750 767
		4 846 989	4 389 960
Gross Operating Profit		2 902 446	2 786 774
Other Operating Expenses			
General & administrative expenses	(21)	767 392	662 028
Provisions	(13)	224 154	646 860
		991 546	1 308 888
Net Operating Profit		1 910 900	1 477 886

	Note No.	2004 L.E.(000)	2003 L.E.(000)
Other Income / (Expenses)			
Interest income		8 906	6 698
Income from investments		41 488	25 777
Interest expenses		(409 389)	(389 712)
Other revenues	(22)	22 384	59 135
Foreign exchange losses		(149 272)	(106 419)
Impairment of long term investments		(5 871)	(10 542)
Gain on sale of investments		421	16 553
(Loss) / gain on sale of fixed assets		(408)	7 929
		(491 741)	(390 581)
Net profit for the year before tax		1 419 159	1 087 305
Income tax expense		410 496	–
Net profit for the year		1 008 663	1 087 305
Earnings per share (L.E./Share)	(25)	4.77	5.52

* The accompanying notes form an integral part of these financial statements.