



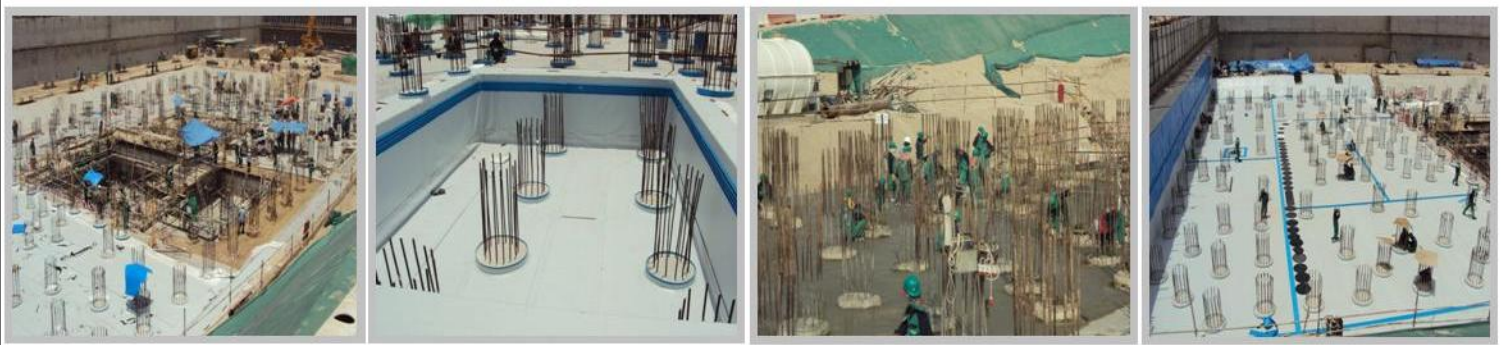
MANAGEMENT MESSAGE

Dear Investor,

Greetings from Ishraqah!

We, at Ishraqah, are dedicated to ensure that our valued investors have access to timely information about the progress of this prestigious project. Going forward, we will provide our investors with timely information through our enhanced website and bi-monthly news letter. In addition, in the upcoming weeks, we will provide our investors with a revised payment plan, which will be based on the revised construction milestones and the RERA approved payment plan. We would like to highlight and stress our policy of transparency and full disclosure of facts and our continued commitment towards the completion of the Project. In the future, we will spare no effort to ensure that our valued investors are provided with timely information about the progress of our construction activities to put them at ease during these very challenging times.

ONYX CONSTRUCTION IMAGES



PROGRESS OF THE PROJECT

As of the end of May 2010, progress of the piling works was at 100% completion. The required raft construction permit was obtained (after delays as highlighted below) in April 2010. In addition, mobilization activities for the Main Building Works by Al Shafar General Contracting (ASGC) were at 100% completion. Currently, gunniting works are at 75% completion, blinding concrete works and the preparation for Waterproofing activities for the raft foundation are ongoing.

In the last eight months, we have experienced delays in the project, which were beyond our control, due to the following reasons:

- Termination of the initial main contractor in November 2009 due to failure to meet certain contractual requirements (the main contractor was appointed in July 2009).
- In November 2009, we immediately started negotiations with ASGC as the project main contractor.
- Eventually, the Letter of Award was issued in January 2010, and the Contract for the Main Building Works was signed with ASGC.
- On December 15, 2009, we were notified by Dubai Municipality that the project consultant was required to cease all activities on our project due to suspension of its license. (due to non-technical issues).
- In January 2010, we started a solicitation process to appoint a new consultant, which is a time consuming process due to design liabilities issues among others. In March 2010 a new project consultant was appointed.
- During this period, the new project consultant had to conduct a full review of the entire project designs in order to assume design liabilities and entrust design ownership from the previous consultant.
- In addition, the new Project consultant had to re-apply for the building construction permit under the new main contractor and the liability of the new project consultant, which is a time consuming process once again.

The project is currently on track and we will spare no effort to ensure the completion of this prestigious project and fulfillment of our commitments with our investors.