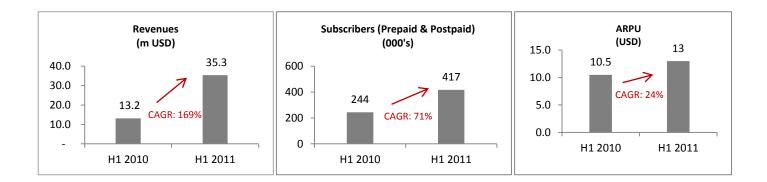


Financial Performance of the First Half of the year 2011

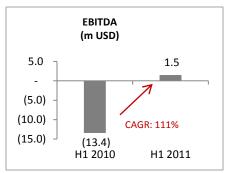
First: Revenues & Subscribers

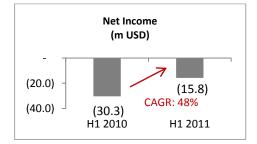
Wataniya Mobile subscribers reached 417k by the end of June 2011 compared to 244k subscribers at the end of June 2010. ARPU has also increased to U.S. \$ 13 during the first half of 2011 compared to U.S. \$ 10.5 during the same period of the former year. Therefore, revenue has increased by 169% during the first half of 2011 compared to the same period last year; an increase from U.S. \$ 13.2 million to U.S. \$ 35.3 million. Additionally, new revenue stream has been created by providing communication services to other Palestinian and regional telecommunication companies.



Second: EBITDA

In less than one and a half year in operation, EBITDA has become positive and has been reported to be U.S. \$ 1.5 million in the first half of 2011 compared to a negative U.S. \$ (13.4) million in the first half of 2010; an increase of 111%.





Third: Net Income

Pursuant to the positive performance above, net loss for the first half of 2011 has reached U.S. \$ (15.8) million; compared to U.S. \$ (30.3) million for the first half of 2010.



سطح مرحبان البيرة، من ب. ، 230 مناطعينية الاستعلامية المحمودة سطح مرحبان البيرة، من ب. ، 230 مناطبين ، معاشد 5000 عالمان 2010 (241 مناطبين ، 423 (200 من ب.) Wataniya Palestine Mobile Telecommunications Public Shareholding Company Sateh Marhaba, Al Bireh, P.O. Box 4236, Palestine, Tel: +970 (0)2 241 5000, Fax: +970 (0)2 242 3044

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