

# Financial Results

31 March 2008 (unaudited)

## Consolidated Balance Sheet

	31 March 2008 BD 000s	Audited 31 December 2007 BD 000s
<b>ASSETS</b>		
Cash and balances with banks and Central Bank of Bahrain	41,455	23,640
Murabaha and Mudaraba contracts with banks	90,964	80,685
Murabaha, Musharaka, Istisna'a and Ijarah Muntahia Bittamleek contracts relating to customers	316,130	276,061
Investments	131,287	141,872
Investment in associates	44,979	41,356
Investment properties	138,336	105,097
Receivables and prepayments	43,693	40,658
Goodwill and intangibles	15,044	6,927
Premises and equipment	18,584	18,995
<b>TOTAL ASSETS</b>	<b>840,472</b>	<b>735,291</b>
<b>LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY</b>		
<b>LIABILITIES</b>		
Murabaha contracts with banks	89,336	77,329
Murabaha contracts with non-banks	317,555	287,269
Customers' current accounts	71,847	107,150
Other liabilities	46,473	46,191
	525,211	517,939
<b>UNRESTRICTED INVESTMENT ACCOUNTS</b>	<b>133,728</b>	<b>53,091</b>
<b>EQUITY ATTRIBUTABLE TO SHARE HOLDERS OF THE PARENT</b>		
Share capital	80,518	70,016
Share premium	15,040	15,040
Statutory reserve	8,238	8,238
General reserve	27,597	20,173
Investment revaluation reserve	29,155	22,390
Retained earnings	3,709	17,925
	164,257	153,782
<b>MINORITY INTEREST</b>	<b>17,276</b>	<b>10,479</b>
	181,533	164,261
<b>TOTAL LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY</b>	<b>840,472</b>	<b>735,291</b>
<b>RESTRICTED INVESTMENT ACCOUNTS</b>	<b>62,462</b>	<b>66,066</b>
<b>CREDIT COMMITMENTS AND CONTINGENT ITEMS</b>	<b>54,382</b>	<b>59,372</b>

## Consolidated Statement of Income

	Three months ended 31 March 2008 BD 000s	2007 BD 000s
Income from investment activities	10,158	2,635
Income from retail and corporate banking activities	8,160	4,350
Share of income of associates	2,811	7,090
Other income	2,034	306
	23,163	14,381
Less: Profit on Murabaha contracts	3,830	2,689
	19,333	11,692
Staff costs	2,778	1,362
Depreciation	1,177	378
Provisions	629	150
Other operating expenses	2,918	2,081
	7,502	3,971
<b>NET INCOME BEFORE PROFIT ON UNRESTRICTED INVESTMENT ACCOUNTS</b>	<b>11,831</b>	<b>7,721</b>
Less: Profit on unrestricted investment accounts	849	321
	10,982	7,400
<b>INCOME FOR THE PERIOD</b>	<b>10,982</b>	<b>7,400</b>
Attributable to:		
Share holders of the Parent	10,475	7,337
Minority interest	507	63
	10,982	7,400

## Consolidated Statement of Changes in Equity

	Attributable to share holders of the Parent							Minority interest BD 000s	Total equity BD 000s
	Share capital BD 000s	Share premium BD 000s	Statutory reserve BD 000s	General reserve BD 000s	Investment revaluation reserve BD 000s	Retained earnings BD 000s	Total BD 000s		
Balance at 1 January 2008	70,016	15,040	8,238	20,173	22,390	17,925	153,782	10,479	164,261
Income for the period	-	-	-	-	-	10,475	10,475	507	10,982
Transfer to investment revaluation reserve	-	-	-	-	6,947	(6,947)	-	-	-
Transfer to retained earnings on sale of investment property	-	-	-	-	(182)	182	-	-	-
Net movement in minority interest	-	-	-	-	-	-	-	6,290	6,290
Transfer to general reserve	-	-	-	17,926	-	(17,926)	-	-	-
Bonus shares issued	10,502	-	-	(10,502)	-	-	-	-	-
<b>Balance at 31 March 2008</b>	<b>80,518</b>	<b>15,040</b>	<b>8,238</b>	<b>27,597</b>	<b>29,155</b>	<b>3,709</b>	<b>164,257</b>	<b>17,276</b>	<b>181,533</b>
Balance at 1 January 2007	44,560	760	5,098	13,800	12,058	10,827	87,103	2,431	89,534
Income for the period	-	-	-	-	-	7,400	7,400	(63)	7,337
Transfer to retained earnings on sale of investments	-	-	-	-	(219)	219	-	-	-
Net movement in minority interest	-	-	-	-	-	-	-	1	1
Transfer to general reserve	-	-	-	10,827	-	(10,827)	-	-	-
Bonus shares issued	4,456	-	-	(4,456)	-	-	-	-	-
Balance at 31 March 2007	49,016	760	5,098	20,171	11,839	7,619	94,503	2,369	96,872

These statements have been extracted from the interim condensed consolidated financial statements for the period ended 31 March 2008, reviewed by Ernst & Young.

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