

Financial Results

30th September 2007

Consolidated Balance Sheet

Consolidated Statement of Income

	30 Sept 07 BD 000	Audited 31 Dec 06 BD 000
ASSETS		
Cash and balances with banks and Central Bank of Bahrain	28,265	21,383
Murabaha and Mudaraba contracts with banks	114,365	66,654
Murabaha, Istisna'a and Ijarah Muntahia Bittamleek contracts relating to customers	248,681	161,956
Non-trading investments	121,444	83,063
Investments in associates	40,955	15,385
Investment properties	91,574	27,623
Receivables and prepayments	22,098	11,268
Goodwill and intangibles	6,273	2,508
Premises and equipment	14,377	13,204
TOTAL ASSETS	688,032	403,044
LIABILITIES AND EQUITY		
LIABILITIES		
Murabaha contracts with banks	64,215	110,366
Murabaha contracts with non banks	259,517	99,345
Customers' current accounts	68,814	46,549
Other liabilities	42,569	12,875
	435,115	269,135
Unrestricted investment accounts	103,563	44,375
EQUITY ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT		
Share capital	70,016	44,560
Share premium	15,040	760
Statutory reserve	5,098	5,098
General reserve	20,173	13,800
Investment revaluation reserve	19,660	12,058
Retained earnings	12,519	10,827
	142,506	87,103
MINORITY INTEREST	6,848	2,431
	149,354	89,534
TOTAL LIABILITIES AND EQUITY	688,032	403,044
CREDIT COMMITMENTS AND CONTINGENT ITEMS	98,892	31,003
RESTRICTED INVESTMENT ACCOUNTS	27,874	19,109

	Nine months ended 30 Sept 07	
	2007 BD 000	2006 BD 000
Income from investment activities	13,994	11,502
Income from retail and corporate banking activities	18,491	13,042
Share of income of associates	11,100	410
Other income	1,106	515
	44,691	25,469
Less: Profit on Murabaha contracts	10,289	5,806
	34,402	19,663
Staff costs	4,461	3,511
Depreciation	1,374	999
Provisions	635	498
Other operating expenses	6,632	4,046
	13,102	9,054
NET INCOME BEFORE PROFIT ON UNRESTRICTED INVESTMENT ACCOUNTS	21,300	10,609
Profit on unrestricted investment accounts	(1,211)	(745)
INCOME FOR THE PERIOD	20,089	9,864
Minority interest	34	248
INCOME ATTRIBUTABLE TO SHAREHOLDERS OF THE PARENT	20,123	10,112

Consolidated Statement of Changes in Equity

	Attributable to shareholders of the Parent							Minority interest BD 000	Total Equity BD 000
	Share capital BD 000	Share premium BD 000	Statutory reserve BD 000	General reserve BD 000	Investment revaluation reserve BD 000	Retained earnings BD 000	Total BD 000		
Balance at 1 Jan 2007	44,560	760	5,098	13,800	12,058	10,827	87,103	2,431	89,534
Income for the period	-	-	-	-	-	20,123	20,123	-	20,123
Transfer to investment revaluation reserve	-	-	-	-	8,987	(8,987)	-	-	-
Transfer to retained earnings on sale of investments	-	-	-	-	(1,385)	1,385	-	-	-
Net movement in minority interest	-	-	-	-	-	-	-	4,417	4,417
Transfer to general reserve	-	-	-	10,829	-	(10,829)	-	-	-
Bonus shares issued	4,456	-	-	(4,456)	-	-	-	-	-
Increase in share capital	21,000	14,280	-	-	-	-	35,280	-	35,280
Balance at 30 September 2007	70,016	15,040	5,098	20,173	19,660	12,519	142,506	6,848	149,354
Balance at 1 January 2006	38,500	-	2,985	-	3,992	18,325	63,802	2,777	66,579
Net Income for the period	-	-	-	-	-	10,112	10,112	(248)	9,864
Transfer to statutory reserve	-	-	1,011	-	-	(1,011)	-	-	-
Transfer to general reserve	-	-	-	18,300	-	(18,300)	-	-	-
Transfer to share capital	4,500	-	-	(4,500)	-	-	-	-	-
Sale of investment properties	-	-	-	-	(864)	864	-	-	-
Transfer to investment revaluation reserve	-	-	-	-	10,033	(10,033)	-	-	-
Net movement in minority interest	-	-	-	-	-	-	-	19	19
Balance at 30 September 2006	43,000	-	3,996	13,800	13,161	(43)	73,914	2,548	76,462

These statements have been extracted from the condensed Consolidated Financial Statements for nine months ended 30 September 2007, reviewed by Ernst & Young.

