

FINANCIAL RESULTS FOR FIRST QUARTER 2009



CONSOLIDATED BALANCE SHEET

as at 31 March 2009
BD 000's

	31 March 2009 (Reviewed)	31 December 2008 (Audited)
ASSETS		
Cash and bank balances	19,687	23,378
Placements with financial institutions	113,362	131,952
Islamic Financing Assets	169,979	140,143
Investment Securities	100,864	102,398
Assets acquired for leasing	23,252	23,482
Investment in associates	6,522	6,385
Asset held-for-sale	5,655	5,655
Other assets	36,875	26,077
Equipment	5,239	5,523
Total assets	481,435	464,993
LIABILITIES		
Placements from financial and other institutions	53,720	30,229
Customers' current accounts	94,763	122,383
Other liabilities	9,649	11,583
Total liabilities	158,132	164,195
Unrestricted investment accounts	196,434	162,816
EQUITY		
Share capital	104,924	100,000
Share premium	791	581
Statutory reserve	5,988	5,988
Treasury shares	(5,141)	(4,915)
Unvested employee incentive scheme shares	(2,385)	(2,380)
Share grant reserve	550	442
Retained earnings	22,142	38,266
Total equity	126,869	137,982
Total liabilities, unrestricted investment accounts and equity	481,435	464,993
Off-balance sheet items		
Restricted investment accounts	46,828	47,445

The financial statements were approved by the Board of Directors on 26th January 2009.

Dr. Fuad Abdulla Al-Omar Chairman
Dr. Esam Yousif Janahi Vice Chairman
Ebrahim H. Ebrahim Chief Executive Officer and Board member

These statements have been extracted from the condensed consolidated financial information for the period ended March 2009, which were reviewed by KPMG.

STATEMENT OF CHANGES IN EQUITY

for the three months ended 31 March 2009
BD 000's

31 March 2009 (Reviewed)	Share Capital	Share Premium	Statutory Reserve	Treasury Shares	Unvested Employee Incentive Scheme Shares	Share Grants Reserve	Retained Earnings	Total
Balance at 1 January 2009	100,000	581	5,988	(4,915)	(2,380)	442	38,266	137,982
Profit for the period	-	-	-	-	-	-	4,071	4,071
Total recognized income and expense for the period	-	-	-	-	-	-	4,071	4,071
Treasury shares acquired	-	-	-	(262)	-	-	-	(262)
Treasury shares sold	-	-	-	36	-	-	-	36
Vesting charge for the period	-	-	-	-	-	108	-	108
Adjustment for vesting and issue of shares	-	210	-	-	(5)	-	-	(205)
Transfer to charity fund (2008)	-	-	-	-	-	-	(250)	(250)
Bonus shares (2008)	4,924	-	-	-	-	-	(4,924)	-
Directors fees (2008)	-	-	-	-	-	-	(250)	(250)
Dividend declared (2008)	-	-	-	-	-	-	(14,771)	(14,771)
Balance at 31 March 2009	104,924	791	5,988	(5,140)	(2,385)	550	22,142	126,869
31 March 2008 (Reviewed)	Share Capital	Share Premium	Statutory Reserve	Treasury Shares	Unvested Employee Incentive Scheme Shares	Share Grants Reserve	Retained Earnings	Total
Balance at 1 January 2008	100,000	-	3,258	-	-	2,630	29,102	134,990
Profit for the Period	-	-	-	-	-	-	12,589	12,589
Total Recognised income and expense for the period	-	-	-	-	-	-	12,589	12,589
Vesting charge for the period	-	-	-	-	-	(39)	-	(39)
Transfer to charity fund (2007)	-	-	-	-	-	-	(250)	(250)
Directors fees (2007)	-	-	-	-	-	-	(160)	(160)
Dividend declared (2007)	-	-	-	-	-	-	(15,000)	(15,000)
Balance at 31 March 2008	100,000	-	3,258	-	-	2,591	26,281	132,130

CONSOLIDATED INCOME STATEMENT

for the three months ended 31 March 2009
BD 000's

	31 March 2009 (Reviewed)	31 March 2008 (Reviewed)
Income from investment banking services	6,360	13,572
Placement, management and arrangement fees	92	262
Income from placements with financial institutions	356	861
Income from Islamic financing assets and assets acquired for leasing	3,502	1,979
Income from investment securities	516	657
Share of profit from associate companies	136	-
Other income	148	56
Total income before return on unrestricted investment accounts and investors funds	11,110	17,387
Less: Return on unrestricted investment accounts	(2,284)	(1,193)
Total income	8,826	16,194
Staff cost	1,210	1,174
Financing expense	117	351
Impairment allowances	2,327	1,472
Investments related expenses	110	170
Other expenses	991	438
Total expenses	4,755	3,605
PROFIT FOR THE PERIOD	4,071	12,589
Basic earnings per share (fils)	4.22	12.32
Diluted earnings per share (fils)	3.97	12.21

CONSOLIDATED STATEMENT OF CASH FLOW

for the three months ended 31 March 2009
BD 000's

	31 March 2009 (Reviewed)	31 March 2008 (Reviewed)
Cash flows from operating activities	(27,421)	17,152
Cash flows from investing activities	(3,866)	(17,008)
Cash flows from financing activities	9,006	2,959
Net Increase in cash and cash equivalents	(22,281)	3,103
Cash and cash equivalents at 1st January	155,330	85,234
Cash and cash equivalents at 31 March	133,049	88,337
Cash and cash equivalents comprise:		
Cash and bank balances	19,687	9,077
Placements with financial institutions	113,362	79,260
	133,049	88,337