

FINANCIAL RESULTS FOR THIRD QUARTER 2006

BALANCE SHEET

as at 30 September 2006

BD 000's

	30 September 2006 (reviewed)	31 December 2005 (audited)
ASSETS		
Balances with financial institutions	1,987	676
Murabaha receivables from financial institutions	27,553	52,403
Murabaha receivables from non financial institutions	3,748	875
Investment in Sukuks	10,019	5,745
Trading properties	8,459	3,265
Available-for-sale investments	14,266	5,175
Mudaraba Financing	1,940	1,415
Musharaka Financing	4,340	464
Equipment	534	-
Other assets	24	1,087
Total assets	72,870	71,105
LIABILITIES		
Investors' funds	8,736	21,511
Due to parent company	7,369	-
Due to non financial institutions	1,002	-
Customers' current accounts	2,868	1,919
Other liabilities	217	309
Total liabilities	20,192	23,739
Unrestricted investment accounts	11,374	13,459
EQUITY		
Share capital	30,154	30,154
Statutory reserve	375	375
Investment fair value reserve	146	-
Retained earnings	10,629	3,378
Total equity	41,304	33,907
Total liabilities, unrestricted investment accounts and equity	72,870	71,105
Off-balance sheet items		
Restricted investment accounts	11,929	11,024

The financial statements were approved by the Board of directors on 6 November 2006.

Fuad Abdulla Al-Omar
Chairman

Esam Yousif A. Janahi
Vice Chairman

Ebrahim Hussain Ebrahim
General Manager

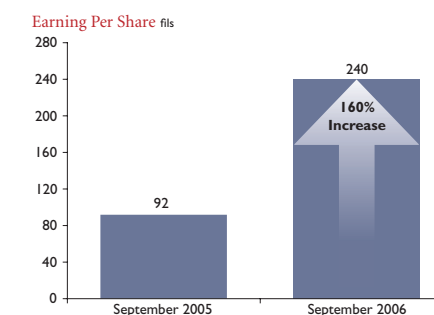
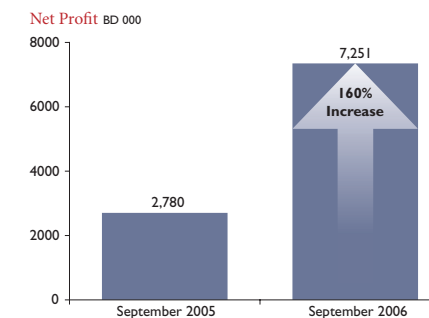
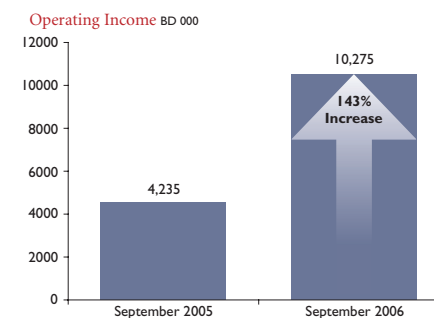
INCOME STATEMENT

for the nine months ended 30 September 2006

BD 000's

	Nine months ended		Three months ended	
	30 September 2006 (reviewed)	30 September 2005 (reviewed)	30 September 2006 (reviewed)	30 September 2005 (reviewed)
Income from advisory services	8,005	2,959	2,612	1,342
Placement, management and arrangement fees	163	311	40	50
Income from Murabaha receivables	1,435	903	572	377
Income from Sukuks	436	62	177	62
Income from Musharaka and Mudaraba financing	206	-	57	-
Foreign exchange gain / (loss)	30	-	(198)	-
Total income	10,275	4,235	3,260	1,831
Staff costs	569	227	255	77
Profit on investors' funds and unrestricted investment accounts	994	285	352	160
Investment related expenses	559	230	217	44
Other operating expenses	902	713	319	336
Total expenses	3,024	1,455	1,143	617
PROFIT FOR THE PERIOD	7,251	2,780	2,117	1,214
Basic earnings per share (fls)	240	92	70	40

These statements have been extracted from the condensed interim financial information for the nine months ended September, 2006, which were reviewed by KPMG.



Khaleeji
Commercial Bank