

CONSOLIDATED STATEMENT OF INCOME

Nine months ended 30 September 2010 (Unaudited)

	Nine months ended Sep		Three months ended Sep	
	2010	2009	2010	2009
	BD,000	BD,000	BD,000	BD,000
INCOME				
Income from Islamic finances	22,096	22,381	6,761	8,297
Income from Sukuk and Commodities	3,902	4,434	1,488	1,896
	25,998	26,815	8,249	10,193
Return on unrestricted investment accounts before				
Group's share as a Mudarib	21,776	21,309	6,666	8,096
Group's share as a Mudarib	(7,959)	(8,344)	(2,295)	(3,293)
Return to unrestricted investment accounts	13,817	12,965	4,371	4,803
Group's share of income from unrestricted investment accounts (as a Mudarib and Rabalmaal)	12,181	13,850	3,878	5,390
Income from investments	(422)	3,460	(29)	(2,098)
Share of results of associates	(45)	(346)	(196)	195
Fees & Commissions	2,503	3,647	884	1,321
TOTAL INCOME	14,217	20,611	4,537	4,808
EXPENSES				
Staff costs	6,898	6,942	2,275	2,312
Depreciation	1,161	953	403	357
Other expenses	5,373	4,292	1,818	1,499
Total Expenses	13,432	12,187	4,496	4,168
NET INCOME BEFORE PROVISIONS	785	8,424	41	640
Provision for impairment	(10,703)	(7,607)	(4,282)	(2,000)
NET INCOME (LOSS) FOR THE PERIOD	(9,918)	817	(4,241)	(1,360)
BASIC AND DILUTED EARNINGS PER SHARE (fils)	(13.64)	1.12	(5.83)	(1.87)

CONSOLIDATED CASH FLOW STATEMENT

30 September 2010 (Unaudited)

	Sep 2010	Sep 2009
	BD,000	BD,000
Net Cash (used in) from Operating Activities	(35,873)	383
Net Cash from (used in) Investing Activities	48,851	(44,284)
Net cash from Financing Activities	(10,396)	51,587
Net (Decrease) Increase in Cash and Cash Equivalents	2,582	7,686
Cash and Cash equivalents at beginning of the period	12,683	18,331
Cash and equivalents at end of the period	15,265	26,017

Reviewed by Ernest & Young on 19th October 2010Khalid Abdulla Al Bassam
ChairmanNabil Ahmed Amin
Board MemberMohammed Ebrahim Mohammed
Chief Executive Officer**CONSOLIDATED BALANCE SHEET**

30 September 2010 (Unaudited)

	Sep 2010	Dec 2009
	BD,000	BD,000
		Audited
ASSETS		
Cash and balances with Central Bank of Bahrain and other banks	42,185	36,093
Murabaha receivables	384,879	332,519
Mudaraba investments	40,745	53,370
Musharaka investments	79,393	80,919
Non-trading investments	87,490	134,195
Investment in associates	7,421	7,448
Investments in Ijarah assets	9,669	9,771
Ijarah Muntahia Bittamleek	114,522	122,847
Investments in properties	123,198	123,030
Other assets	13,562	11,758
TOTAL ASSETS	903,064	911,950
LIABILITIES		
Customers' current accounts	91,737	79,724
Other liabilities	11,820	11,432
TOTAL LIABILITIES	103,557	91,156
Investment accounts:		
Bank and other financial institutions	156,551	157,914
Customers	514,230	522,379
TOTAL UNRESTRICTED INVESTMENT ACCOUNTS	670,781	680,293
EQUITY		
Share capital	72,859	72,859
Share premium	43,936	43,936
Treasury shares	(307)	(173)
Reserves	12,238	23,132
Proposed appropriations	-	747
TOTAL EQUITY	128,726	140,501
TOTAL LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY	903,064	911,950
COMMITMENTS AND CONTINGENT LIABILITIES	10,469	18,765
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY		
30 September 2010 (Unaudited)		
	Sep 2010	Sep 2009
	BD,000	BD,000
Balance at beginning of the year	140,501	166,447
Dividend Paid	-	(6,624)
Purchase of Treasury Share	(134)	(173)
Zakah paid	(747)	(641)
Net income (loss) for the Period	(9,918)	817
Net movement in cumulative changes in fair values	(976)	(114)
Balance at end of the period	128,726	159,712