

FINANCIAL RESULTS FOR YEAR 2008



CONSOLIDATED BALANCE SHEET

as at 31 December 2008

BD 000's

	31 December 2008	31 December 2007
ASSETS		
Cash and bank balances	23,378	6,169
Placements with financial institutions	131,952	79,065
Islamic Financing Assets	140,143	75,462
Investment Securities	102,398	70,739
Assets acquired for leasing	23,482	12,986
Investment in associates	6,385	6,683
Asset held-for-sale	5,655	-
Other assets	26,077	17,028
Equipment	5,523	1,379
Total assets	464,993	269,511
LIABILITIES		
Investors' funds	53,359	11,953
Placements from financial institutions and others	30,229	41,561
Customers' current accounts	69,024	10,724
Other liabilities	11,583	6,183
Total liabilities	164,195	70,421
Unrestricted investment accounts	162,816	64,100
EQUITY		
Share capital	100,000	100,000
Share premium	581	-
Statutory reserve	5,988	3,258
Treasury shares	(4,915)	-
Unvested employee incentive scheme shares	(2,380)	-
Share grant reserve	442	2,630
Retained earnings	38,266	29,102
Total equity	137,982	134,990
Total liabilities, unrestricted investment accounts and equity	464,993	269,511
Off-balance sheet items		
Restricted investment accounts	47,445	42,965

STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2008

BD 000's

31 December 2008	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 year	-	-	-	-	-	-	27,304	27,304
Total Recognised income and expense for the year	-	-	-	-	-	-	27,304	27,304
Transfer to statutory reserve	-	-	2,730	-	-	-	(2,730)	-
Treasury shares acquired	-	-	-	(8,368)	-	-	-	(8,368)
Treasury shares sold	-	-	-	3,453	-	-	-	3,453
Treasury shares acquired for employee incentive scheme	-	-	-	-	(3,648)	-	-	(3,648)
Reserve utilised towards acquisition of shares for employee incentive scheme	-	-	-	-	-	(2,106)	-	(2,106)
Vesting charge for the year	-	-	-	-	-	499	-	499
Adjustment for shares vested during the year	-	581	-	-	1,268	(581)	-	1,268
Transfer to charity fund (2007)	-	-	-	-	-	-	(250)	(250)
Directors fees (2007)	-	-	-	-	-	-	(160)	(160)
Dividend declared (2007)	-	-	-	-	-	-	(15,000)	(15,000)
Balance at 31 Dec 2008	100,000	581	5,988	(4,915)	(2,380)	442	38,266	137,982

31 December 2007	Share Capital	Share Premium	Statutory Reserve	Treasury Shares	Unvested Employee Incentive Scheme Shares	Share Grants Reserve	Retained Earnings	Total
Balance at 1 January 2007	30,154	-	1,174	-	-	680	10,565	42,573
Profit for the period	-	-	-	-	-	-	20,836	20,836
Total recognized income and expense for the year	-	-	-	-	-	-	20,836	20,836
Transfer to statutory reserve	-	-	2,084	-	-	-	(2,084)	-
Shares issued during the year	69,846	-	-	-	-	-	-	69,846
Unvested share grants	-	-	-	-	-	1,657	-	1,657
Vesting charge for the year	-	-	-	-	-	293	-	293
Transfer to charity fund (2006)	-	-	-	-	-	-	(150)	(150)
Directors fees (2006)	-	-	-	-	-	-	(65)	(65)
Balance at 31 December 2007	100,000	-	3,258	-	-	2,630	29,102	134,990

CONSOLIDATED INCOME STATEMENT

for the year ended 31 December 2008

BD 000's

	31 December 2008	31 December 2007
Income from investment banking services	32,338	14,324
Placement, management and arrangement fees	1,349	2,301
Income from placements with financial institutions	3,612	4,197
Income from Islamic financing assets and assets acquired for leasing	10,628	3,508
Income from investment securities	4,800	5,490
Income from investment in properties	-	2,484
Share of profit from associate companies	762	105
Other income	1,289	-
Total income before return on unrestricted investment accounts and investors funds	54,778	32,409
Less: Return on unrestricted investment accounts	(7,050)	(2,446)
Total income	47,728	29,963
Staff cost	7,992	5,907
Financing expense	2,190	1,653
Impairment allowances	5,824	-
Investments related expenses	861	488
Other expenses	3,557	1,079
Total expenses	20,424	9,127
PROFIT FOR THE YEAR	27,304	20,836
Basic earnings per share (fils)	27.81	25.47
Diluted earnings per share (fils)	27.58	25.44

CONSOLIDATED STATEMENT OF CASH FLOW

for the year ended 31 December 2008

BD 000's

	31 December 2008	31 December 2007
Cash flows from operating activities	148,968	(15,697)
Cash flows from investing activities	(41,787)	(22,694)
Cash flows from financing activities	(37,085)	87,503
Net Increase in cash and cash equivalents	70,096	49,112
Cash and cash equivalents at 1st January	85,234	36,122
Cash and cash equivalents at 31 December	155,330	85,234
Cash and cash equivalents comprise:		
Cash and bank balances	23,378	6,169
Placements with financial institutions	131,952	79,065
	155,330	85,234

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

Dr. Fuad Abdulla Al-Omar

Esam Yousif A. Janahi

Ebrahim Hussain Ebrahim

Chairman

Vice Chairman

Chief Executive Officer and Board member

These statements have been extracted from the consolidated financial information for the year ended December 2008, which were audited by KPMG.

