



FINANCIAL RESULTS FOR THE THIRD QUARTER 2012

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2012

BD 000's

	30 Sep 2012 (Reviewed)	31 Dec 2011 (Audited)
ASSETS		
Cash and bank balances	20,222	22,642
Placements with financial institutions	61,490	76,787
Financing assets	233,398	201,556
Investment securities	101,913	111,806
Assets acquired for leasing	18,233	11,712
Lease rentals receivable	3,188	1,946
Investment in associates	3,215	3,000
Investment property	6,583	6,583
Other assets	1,990	2,077
Property and equipment	9,092	9,406
Total assets	459,324	447,515
LIABILITIES		
Placements from financial institutions	53,663	45,435
Placements from non-financial institutions and individuals	56,582	46,647
Customers' current accounts	21,630	35,437
Other liabilities	5,097	5,706
Total liabilities	136,972	133,225
Equity of investment account holders	203,630	195,367
OWNERS' EQUITY		
Share capital	115,416	115,416
Share premium	1,485	1,485
Statutory reserve	6,350	6,350
Treasury shares	(6,060)	(6,043)
Unvested employee incentive scheme shares	(420)	(420)
Share grant reserve	84	120
Investments fair value reserve	-	54
Retained earnings	1,867	1,961
Total owners' equity	118,722	118,923
Total liabilities, equity of investment account holders and owners' equity	459,324	447,515

CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

BD 000's

	Nine Months Ended		Three Months Ended	
	30 Sep 2012 (Reviewed)	30 Sep 2011 (Reviewed)	30 Sep 2012 (Reviewed)	30 Sep 2011 (Reviewed)
Management fees	83	577	-	42
Income from placements with financial institutions	167	187	63	56
Income from financing assets and assets acquired for leasing	13,311	12,665	5,071	4,801
Income from investment securities	791	3,946	158	165
Share of profit / (loss) of associate companies	215	(753)	-	-
Other income	297	325	101	52
Total income before return to investment account holders	14,864	16,947	5,393	5,116
Less: Return to investment account holders before Bank's share as Mudarib	(7,005)	(6,752)	(2,427)	(2,298)
Bank's share as a Mudarib	2,444	1,876	881	633
Return to investment account holders	(4,561)	(4,876)	(1,546)	(1,665)
Expense on placements from financial institutions	(211)	(354)	(135)	(123)
Expense on placements from non-financial institutions and individuals	(1,862)	(663)	(655)	(274)
Total net income	8,230	11,054	3,057	3,054
Staff cost	3,800	4,482	1,361	1,360
Depreciation	856	859	284	286
Other expenses	2,570	2,644	847	891
Total expenses	7,226	7,985	2,492	2,537
Profit for the period before impairment allowances	1,004	3,069	565	517
Impairment allowances	(884)	(1,559)	(317)	(114)
PROFIT FOR THE PERIOD	120	1,510	248	403
Earnings per share:				
Basic earnings per share (fils)	0.11	1.35	0.22	0.36
Diluted earnings per share (fils)	0.11	1.35	0.22	0.36

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

BD 000's

	30 Sep 2012 (Reviewed)	30 Sep 2011 (Reviewed)
OPERATING ACTIVITIES		
(Disbursements of) / receipts from financing assets, net	(19,431)	8,680
Payments for assets acquired for leasing, net	(7,763)	(2,849)
Management fees received	83	577
Income from short-term placements received	167	187
Returns paid to investment account holders	(4,643)	(4,838)
Net receipts from / (withdrawals by) investment account holders	8,263	(18,454)
Payments for expenses	(6,773)	(6,845)
Other receipts	297	325
Payments for charity	(288)	(810)
Net (withdrawals from) / receipts in customers' current accounts	(13,807)	15,713
Net (payment to) / receipts from CBB reserve account	(670)	171
Net Cash flows used in operating activities	(44,565)	(8,143)
INVESTING ACTIVITIES		
Purchase of investment securities, net	(5,668)	(6,721)
Proceeds from sale of investment securities	869	7,507
Purchase of investment property	-	(2,640)
Dividend / Income from investment securities received	15,043	358
Sukuk profits received	403	1,159
Purchase of equipment	(542)	(465)
Net cash flows from / (used in) investing activities	10,105	(802)
FINANCING ACTIVITIES		
Placements from financial institutions, net	8,228	(16,712)
Placements from non-financial institutions and individuals, net	9,935	14,311
Purchase of treasury shares, net	(17)	(23)
Financing expenses paid	(2,073)	(1,017)
Net cash from / (used in) financing activities	16,073	(3,441)
Decrease in cash and cash equivalents	(18,387)	(12,386)
Cash and cash equivalents at beginning of the period	90,264	78,894
Cash and cash equivalents at the end of the period	71,877	66,508
Cash and cash equivalents comprise:		
Cash and bank balances (excluding CBB reserve)	10,387	23,818
Placements with financial institutions	61,490	42,690
	71,877	66,508

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

BD 000's

30 September 2012 (reviewed)	Share capital	Share premium	Statutory reserve	Treasury shares	Unvested employee incentive scheme shares	Share grant reserve	Investments fair value reserve	Retained earnings	Total
Balance at 1 Jan 2012	115,416	1,485	6,350	(6,043)	(420)	120	54	1,961	118,923
Fair value changes	-	-	-	-	-	-	41	-	41
Transfer on disposal of investments	-	-	-	-	-	-	(95)	-	(95)
Profit for the period	-	-	-	-	-	-	-	120	120
Total recognised income and expense for the period	-	-	-	-	-	-	(54)	120	66
Treasury shares acquired	-	-	-	(17)	-	-	-	-	(17)
Vesting charge for the period, net of forfeiture	-	-	-	-	-	(36)	-	-	(36)
Transfer to Zakah fund	-	-	-	-	-	-	-	(214)	(214)
Balance at 30 Sep 2012	115,416	1,485	6,350	(6,060)	(420)	84	-	1,867	118,722

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2011

BD 000's

30 September 2011 (reviewed)	Share capital	Share premium	Statutory reserve	Treasury shares	Unvested employee incentive scheme shares	Share grant reserve	Investments fair value reserve	Retained earnings	Total
Balance at 1 Jan 2011	115,416	1,213	6,298	(6,018)	(937)	324	117	1,745	118,158
Fair value changes	-	-	-	-	-	-	(52)	-	(52)
Profit for the period	-	-	-	-	-	-	-	1,510	1,510
Total recognised income and expense for the period	-	-	-	-	-	-	(52)	1,510	1,458
Treasury shares acquired	-	-	-	(117)	-	-	-	-	(117)
Treasury shares sold	-	-	-	94	-	-	-	-	94
Vesting charge for the period	-	-	-	-	-	81	-	-	81
Transfer to Zakah fund	-	-	-	-	-	-	-	(250)	(250)
Balance at 30 Sep 2011	115,416	1,213	6,298	(6,041)	(937)	405	65	3,005	119,424

The financial statements were approved by the Board of Directors on 8 November 2012.

Dr. Fuad Abdulla Al-Omar | **Abdulrahman Mohamed Jamsheer** | **Silvan Varghese**
Chairman | Vice-Chairman | Acting Chief Executive Officer

These statements have been extracted from the condensed consolidated financial information for the nine months ended 30 September 2012, which were reviewed by KPMG.