



بنك المؤسسة العربية المصرفية الإسلامي (ش.م.ب.م.)

ABC Islamic Bank (E.C.)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

31 MARCH 2010

INTERIM CONSOLIDATED BALANCE SHEET

At 31 March 2010 (Unaudited)

	<i>Unaudited</i> 31 March 2010 US\$ '000	<i>Audited</i> 31 December 2009 US\$ '000
ASSETS		
Cash and bank balances	491	1,142
Available-for-sale investments	362,072	368,911
Murabaha receivables	436,786	470,413
Ijarah	464,864	471,118
Ijarah receivables	1,093	879
Musharaka financing	1,790	2,144
Mudaraba	834	888
Equipment	334	367
Other assets	2,518	2,540
TOTAL ASSETS	1,270,782	1,318,402
LIABILITIES AND EQUITY		
Liabilities		
Murabaha payables	1,080,251	1,133,479
Other liabilities	7,607	8,388
	1,087,858	1,141,867
Equity		
Share capital	132,500	132,500
Retained earnings and reserves	50,424	44,035
	182,924	176,535
TOTAL LIABILITIES AND EQUITY	1,270,782	1,318,402

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three months ended 31 March 2010 (Unaudited)

	<i>31 March</i> 2010 US\$ '000	<i>31 March</i> 2009 US\$ '000
Income from available-for-sale investments	2,262	3,772
Income from Murabaha receivables	1,915	6,637
Income from Musharaka financing	39	60
Ijarah income - net	2,029	3,254
	6,245	13,723
Profit on Murabaha payables	(2,626)	(7,079)
	3,619	6,644
Fees and commission income	245	260
Total income	3,864	6,904
Staff costs	942	799
Depreciation	33	10
Other expenses	469	518
Total expenses	1,444	1,327
Provision for impaired assets	625	-
PROFIT FOR THE PERIOD	1,795	5,577

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2010 (Unaudited)

	<i>31 March</i> 2010 US\$ '000	<i>31 March</i> 2009 US\$ '000
OPERATING ACTIVITIES		
Profit for the period	1,795	5,577
Adjustments for non-cash items:		
Provision for impaired assets	625	-
Depreciation	33	10
	2,453	5,587
Changes in:		
Murabaha receivables	33,627	81,220
Ijarah	6,254	(21,094)
Ijarah receivables	(214)	222
Musharaka financing	354	377
Mudaraba	54	-
Other assets	22	470
Murabaha payables	(53,228)	(55,125)
Other liabilities	(781)	2,091
Net cash (used in) from operating activities	(11,459)	13,748
INVESTING ACTIVITIES		
Purchase of available-for-sale investments	(17,817)	(14,254)
Sale and redemption of available-for-sale investments	28,625	625
Purchase of equipment	-	(5)
Net cash from (used in) investing activities	10,808	(13,634)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(651)	114
Cash and cash equivalents at 1 January	1,142	410
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	491	524

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2010 (Unaudited)

	<i>Reserves</i>				
	<i>Share capital</i> US\$ '000	<i>Statutory reserve</i> US\$ '000	<i>Available-for-sale reserve</i> US\$ '000	<i>Retained earnings</i> US\$ '000	<i>Total equity</i> US\$ '000
Balance at 1 January 2010	132,500	13,010	(40,599)	71,624	176,535
Cumulative changes in fair values	-	-	4,594	-	4,594
Profit for the period	-	-	-	1,795	1,795
Net income recognised during the period	-	-	4,594	1,795	6,389
Balance at 31 March 2010	132,500	13,010	(36,005)	73,419	182,924
Balance at 1 January 2009	132,500	11,999	(53,976)	62,521	153,044
Cumulative changes in fair values	-	-	(23,414)	-	(23,414)
Profit for the period	-	-	-	5,577	5,577
Net income recognised during the period	-	-	(23,414)	5,577	(17,837)
Balance at 31 March 2009	132,500	11,999	(77,390)	68,098	135,207

The above Consolidated Balance Sheet, Consolidated Statement of Income, Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Equity have been extracted from the Interim condensed Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the period ended 31 March 2010, reviewed by Ernst & Young, Kingdom of Bahrain.