

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Three month period ended 31 March 2011 (Unaudited)

CONSOLIDATED STATEMENT OF INCOME

	Three months ended 31 March	
	2011 US\$ '000	2010 US\$ '000
Net interest income	136,742	117,529
Other operating income	54,496	70,390
TOTAL OPERATING INCOME	191,238	187,919
Provision for loan losses and contingencies - net	17,559	51,776
Provision for non-trading investments	18,377	2,966
NET OPERATING INCOME	155,302	133,177
TOTAL OPERATING EXPENSES	61,538	57,838
PROFIT BEFORE TAX	93,764	75,339
NET PROFIT AFTER TAX FOR THE PERIOD	86,138	71,500
Attributable to:		
Bank's equity shareholders	77,300	65,701
Non-controlling interest	8,838	5,799
	86,138	71,500
EARNINGS PER SHARE ATTRIBUTABLE TO BANK'S EQUITY SHAREHOLDERS FOR THE PERIOD		
Basic and diluted earnings per share (US cents)	1.6	1.3

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 31 March	
	2011 US\$ '000	2010 US\$ '000
Net profit for the period	86,138	71,500
Other comprehensive income		
Directors' fees paid and donations approved	(1,000)	(2,211)
Foreign currency translation adjustments	26	(21,471)
Net fair value movements during the period	(8,260)	26,846
Revaluation of freehold land	(1,688)	(34)
Sale of treasury shares	-	119
Total comprehensive income for the period	75,216	74,749
Total comprehensive income attributable to:		
Bank's equity shareholders	65,240	67,780
Non-controlling interest	9,976	6,969
	75,216	74,749

CONSOLIDATED STATEMENT OF CASH FLOWS

	Three months ended 31 March	
	2011 US\$ '000	2010 US\$ '000
Net cash from operating activities	1,238,186	905,466
Net cash used in investing activities	(12,388)	(10,980)
Net cash used in financing activities	(120,405)	(113,505)
Foreign currency translation adjustments	26	(21,471)
INCREASE IN CASH AND CASH EQUIVALENTS	1,105,419	759,510
Cash and cash equivalents at 1 January	2,963,158	2,179,485
CASH AND CASH EQUIVALENTS AT 31 MARCH	4,068,577	2,938,995

CONSOLIDATED BALANCE SHEET

	Audited 31 December	
	2011 US\$ '000	2010 US\$ '000
ASSETS		
Cash and balances with central banks	343,865	361,376
Treasury bills and bonds	322,830	301,127
Trading securities	129	130
Deposits with banks and other financial institutions	6,166,439	4,767,843
Loans and advances	14,640,815	14,477,713
Non-trading investments	4,397,973	4,413,172
Investments in associates and joint venture	589,404	605,679
Premises and equipment	376,483	373,094
Interest receivable and other assets	470,647	440,969
Goodwill and other intangible assets	717,646	716,358
TOTAL ASSETS	28,026,231	26,457,461
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	5,666,117	6,610,284
Customers' deposits	17,423,801	14,835,796
Term debts	949,634	946,562
Interest payable and other liabilities	676,206	693,689
Subordinated liabilities	620,540	618,955
TOTAL LIABILITIES	25,336,298	23,705,286
EQUITY		
Ordinary share capital	1,242,294	1,223,188
Preference share capital	-	13,937
Reserves	1,092,548	1,155,056
Attributable to the Bank's equity shareholders	2,334,842	2,392,181
Non-controlling interest	355,091	359,994
TOTAL EQUITY	2,689,933	2,752,175
TOTAL LIABILITIES AND EQUITY	28,026,231	26,457,461

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Three months ended 31 March	
	2011 US\$ '000	2010 US\$ '000
BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS	2,392,181	2,213,523
Total comprehensive income for the period	65,240	67,780
Class B preference share dividend paid	(149)	(1,129)
Ordinary share dividend paid	(122,697)	(97,043)
Equity shares surrendered	(42)	-
Issue of shares on AUB Egypt acquisition	-	35,422
Additional acquisition in subsidiaries	-	(16,382)
Other equity movements	309	-
Sale of treasury shares	-	1,665
BALANCE AT 31 MARCH ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS	2,334,842	2,203,836
NON-CONTROLLING INTEREST	355,091	358,172
TOTAL EQUITY AT 31 MARCH	2,689,933	2,562,008

Fahad Al-Rajaan
Chairman

Hamad Al-Marzouq
Deputy Chairman

Adel A. El-Labban
Group Chief Executive Officer
& Managing Director

BAHRAIN

KUWAIT

QATAR

OMAN

EGYPT

IRAQ

LIBYA

UNITED KINGDOM