

**Ahli United Bank B.S.C.**  
**INTERIM CONDENSED CONSOLIDATED**  
**FINANCIAL STATEMENTS**  
**30 SEPTEMBER 2010**

**REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED  
FINANCIAL STATEMENTS TO THE BOARD OF DIRECTORS OF  
AHLI UNITED BANK B.S.C.**

*Introduction*

We have reviewed the accompanying interim condensed consolidated financial statements of Ahli United Bank B.S.C. (the "Bank") and its subsidiaries (the "Group") as at 30 September 2010, comprising of the interim consolidated balance sheet as at 30 September 2010 and the related interim consolidated statements of income, changes in equity and cash flows for the nine-month period then ended and explanatory notes. The Bank's Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standard IAS 34 Interim Financial Reporting ("IAS 34"). Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

*Scope of Review*

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

*Conclusion*

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.



20 October 2010  
Manama, Kingdom of Bahrain

# Ahli United Bank B.S.C.

## INTERIM CONSOLIDATED STATEMENT OF INCOME

Nine month period ended 30 September 2010 (Unaudited)

	Note	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
		<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
Interest income		230,622	222,856	654,440	714,200
Interest expense		99,683	103,663	284,269	370,649
Net interest income		130,939	119,193	370,171	343,551
Fees and commissions - net		27,980	28,412	89,693	110,149
Trading income - net		4,594	8,575	22,135	43,081
(Losses) gains on available-for-sale investments		(5,617)	7,420	(6,105)	37,271
Share of profit from associates and joint venture		14,581	5,434	38,172	28,661
Dividend income	3	100	681	13,429	12,697
Other operating income		2,236	1,796	6,246	8,341
		43,874	52,318	163,570	240,200
<b>OPERATING INCOME</b>		<b>174,813</b>	<b>171,511</b>	<b>533,741</b>	<b>583,751</b>
Provision for loan losses and contingencies - net		35,818	68,148	116,016	196,124
<b>NET OPERATING INCOME</b>		<b>138,995</b>	<b>103,363</b>	<b>417,725</b>	<b>387,627</b>
Staff costs		35,402	36,013	102,355	106,900
Depreciation		6,322	5,288	17,417	14,836
Other operating expenses		21,726	16,897	65,324	53,279
<b>OPERATING EXPENSES</b>		<b>63,450</b>	<b>58,198</b>	<b>185,096</b>	<b>175,015</b>
<b>PROFIT BEFORE TAX</b>		<b>75,545</b>	<b>45,165</b>	<b>232,629</b>	<b>212,612</b>
Income tax expense		4,541	1,640	11,664	1,435
<b>NET PROFIT FOR THE PERIOD</b>		<b>71,004</b>	<b>43,525</b>	<b>220,965</b>	<b>211,177</b>
<b>Attributable to:</b>					
Bank's equity shareholders		65,164	40,119	201,057	183,661
Non-controlling interest		5,840	3,406	19,908	27,516
		71,004	43,525	220,965	211,177
<b>EARNINGS PER SHARE ATTRIBUTABLE TO BANK'S EQUITY SHAREHOLDERS FOR THE PERIOD</b>					
Basic and diluted earnings per ordinary share (US Cents)	4	1.3	0.8	4.1	3.8

The attached notes 1 to 9 form part of these interim condensed consolidated financial statements

# Ahli United Bank B.S.C.

## INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine month period ended 30 September 2010 (Unaudited)

	Note	<i>Three months ended</i>		<i>Nine months ended</i>	
		<i>30 September</i>		<i>30 September</i>	
		<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
		<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
<b>Net profit for the period</b>		<b>71,004</b>	<b>43,525</b>	<b>220,965</b>	<b>211,177</b>
<b>Other comprehensive income</b>					
Directors' fees paid		-	-	(1,211)	(1,168)
Donations approved		-	-	(1,000)	(1,000)
Currency translation adjustments		21,574	3,333	(9,682)	(41,036)
<b>Available-for-sale investments:</b>					
Unrealised (losses) gains		(5,486)	(3,706)	(28,277)	123,750
Transfers to interim consolidated statement of income		5,627	(3,636)	(321)	(14,158)
<b>Cash flow hedges:</b>					
Unrealised (losses) gains		(6,274)	(3,632)	(13,254)	20,825
Transfers to interim consolidated statement of income		-	(802)	-	36,254
Revaluation of freehold land		72	60	32	(1,628)
Share of other comprehensive income of associates	9	1,660	398	2,312	68
Sale of treasury shares		-	-	119	-
<b>Other comprehensive income (loss)</b>		<b>17,173</b>	<b>(7,985)</b>	<b>(51,282)</b>	<b>121,907</b>
<b>Total comprehensive income</b>		<b>88,177</b>	<b>35,540</b>	<b>169,683</b>	<b>333,084</b>
<b>Total comprehensive income (loss) attributable to:</b>					
Bank's equity shareholders		75,600	38,461	141,776	332,733
Non-controlling interest		12,577	(2,921)	27,907	351
		<b>88,177</b>	<b>35,540</b>	<b>169,683</b>	<b>333,084</b>

The attached notes 1 to 9 form part of these interim condensed consolidated financial statements

Ahli United Bank B.S.C.

INTERIM CONSOLIDATED BALANCE SHEET

30 September 2010 (Unaudited)

	<i>Note</i>	<i>30 September</i> <b>2010</b> <i>US\$ '000</i>	<i>Audited</i> <i>31 December</i> <b>2009</b> <i>US\$ '000</i>
<b>ASSETS</b>			
Cash and balances with central banks		273,638	304,164
Treasury bills and bonds		262,796	969,114
Trading securities		130	376
Deposits with banks and other financial institutions		3,751,481	3,100,446
Loans and advances		14,475,645	13,299,999
Non-trading investments		4,362,458	3,898,592
Investment in associates and joint venture		594,976	537,099
Premises and equipment		369,855	355,956
Other assets		601,277	483,951
Goodwill and other intangible assets		719,093	624,286
<b>TOTAL ASSETS</b>		<b>25,411,349</b>	<b>23,573,983</b>
<b>LIABILITIES AND EQUITY</b>			
<b>LIABILITIES</b>			
Deposits from banks and other financial institutions		5,769,234	5,549,518
Customers' deposits		14,589,469	13,241,266
Term debts		947,719	950,054
Other liabilities		838,874	649,498
Subordinated liabilities		619,780	602,216
<b>TOTAL LIABILITIES</b>		<b>22,765,076</b>	<b>20,992,552</b>
<b>EQUITY</b>			
Ordinary share capital		1,223,190	1,193,589
Preference share capital	5	13,937	6,321
Reserves		1,056,324	1,013,613
Attributable to the Bank's equity shareholders		2,293,451	2,213,523
Non - controlling interest		352,822	367,908
<b>TOTAL EQUITY</b>		<b>2,646,273</b>	<b>2,581,431</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>25,411,349</b>	<b>23,573,983</b>

**Fahad Al-Rajaan**  
Chairman

**Hamad Al-Marzouq**  
Deputy Chairman

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

The attached notes 1 to 9 form part of these interim condensed consolidated financial statements

# Ahli United Bank B.S.C.

## INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

Nine month period ended 30 September 2010 (Unaudited)

	<i>Nine months ended</i>	
	<i>30 September</i>	
	<i>2010</i>	<i>2009</i>
	<i>US\$ '000</i>	<i>US\$ '000</i>
Net cash used in operating activities	(108,694)	(377,687)
Net cash used in investing activities	(691,928)	(282,107)
Net cash used in financing activities	(63,199)	(558,621)
Foreign currency translation adjustments	(9,682)	(41,036)
<b>DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(873,503)</b>	<b>(1,259,451)</b>
Cash and cash equivalents at 1 January	2,179,476	2,446,908
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b>1,305,973</b>	<b>1,187,457</b>
<b>Comprising:</b>		
Cash and balances with central banks, excluding mandatory reserve deposits	111,087	194,001
Deposits with banks and other financial institutions with an original maturity of three months or less	1,194,886	993,456
	<b>1,305,973</b>	<b>1,187,457</b>

The attached notes 1 to 9 form part of these interim condensed consolidated financial statements

Ahli United Bank B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine month period ended 30 September 2010 (Unaudited)

	Attributable to Bank's equity shareholders										
	Ordinary share capital US\$ '000	Preference share capital US\$ '000	Treasury shares US\$ '000	Share premium US\$ '000	Statutory reserve US\$ '000	Retained earnings US\$ '000	Proposed appropriations US\$ '000	Other reserves (note 9) US\$ '000	Total reserves US\$ '000	Non-controlling interest US\$ '000	Total US\$ '000
Balance at 31 December 2009	1,195,254	6,321	(1,665)	538,297	146,696	261,233	100,383	(32,996)	1,013,613	367,908	2,581,431
Class B preference share dividend	-	-	-	-	-	-	(1,129)	-	(1,129)	-	(1,129)
Bonus shares issued	-	-	-	-	-	-	-	-	-	-	-
Issue of shares on AUBE acquisition (note 8)	18,540	-	-	16,882	-	-	-	-	16,882	-	35,422
Class B preference shares issued (note 5)	-	13,937	-	7,806	-	-	-	-	7,806	-	21,743
Sale of treasury shares	-	-	1,665	-	-	-	-	-	-	-	1,665
Conversion of preference shares (note 5)	13,171	(9,601)	-	(1,173)	-	-	-	(2,397)	(3,570)	-	-
Class B preference shares surrendered	-	-	-	-	-	-	-	-	-	-	-
Equity shares surrendered	(3,775)	3,280	-	(1,112)	-	-	-	-	(1,112)	-	(1,607)
Ordinary share dividend paid	-	-	-	-	-	-	(97,043)	-	(97,043)	(2,098)	(99,141)
Additional acquisition in subsidiaries (note 8)	-	-	-	(18,350)	-	-	-	-	(18,350)	(36,279)	(54,629)
Other equity movements of a subsidiary	-	-	-	-	-	(2,549)	-	-	(2,549)	(4,616)	(7,165)
Total comprehensive income	-	-	-	-	-	201,057	(2,211)	(57,070)	141,776	27,907	169,683
<b>Balance at 30 September 2010</b>	<b>1,223,190</b>	<b>13,937</b>	-	<b>542,350</b>	<b>146,696</b>	<b>459,741</b>	-	<b>(92,463)</b>	<b>1,056,324</b>	<b>352,822</b>	<b>2,646,273</b>

Ahli United Bank B.S.C.

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine month period ended 30 September 2009 (Unaudited)

Attributable to Bank's equity shareholders

	Reserves										
	Ordinary share capital US\$ '000	Preference share capital US\$ '000	Treasury shares US\$ '000	Share premium US\$ '000	Statutory reserve US\$ '000	Retained earnings US\$ '000	Proposed appropriations US\$ '000	Other reserves (note 9) US\$ '000	Total reserves US\$ '000	Non-controlling interest US\$ '000	Total US\$ '000
Balance at 31 December 2008	1,126,561	17,128	-	540,029	126,624	237,887	118,319	(171,113)	851,746	399,342	2,394,777
Class B preference share dividend paid	-	-	-	-	-	-	(3,493)	-	(3,493)	-	(3,493)
Bonus shares issued	56,917	-	-	-	-	(56,917)	-	-	(56,917)	-	-
Conversion of preference shares	11,756	(8,998)	-	2,281	-	-	-	(5,039)	(2,758)	-	-
Class B preference shares surrendered	20	(918)	-	(2,019)	-	-	-	-	(2,019)	-	(2,917)
Treasury shares purchased	-	-	(1,665)	-	-	-	-	-	-	-	(1,665)
Ordinary share dividend paid	-	-	-	-	-	-	(112,658)	-	(112,658)	(26,530)	(139,188)
Total comprehensive income	-	-	-	-	-	183,661	(2,168)	151,240	332,733	351	333,084
<b>Balance at 30 September 2009</b>	<b>1,195,254</b>	<b>7,212</b>	<b>(1,665)</b>	<b>540,291</b>	<b>126,624</b>	<b>364,631</b>	<b>-</b>	<b>(24,912)</b>	<b>1,006,634</b>	<b>373,163</b>	<b>2,580,598</b>

The attached notes 1 to 9 form part of these interim condensed consolidated financial statements



30 September 2010 (Unaudited)

**1 ACCOUNTING POLICIES**

The interim condensed consolidated financial statements of Ahli United Bank B.S.C. ("the Bank") and its subsidiaries (together known as "the Group") are prepared in accordance with International Financial Reporting Standard IAS 34, Interim Financial Reporting ("IAS 34").

The interim condensed consolidated financial statements of the Group for the nine-month period ended 30 September 2010 were authorised for issue in accordance with a resolution of the directors on 20 October 2010.

**2 BASIS OF CONSOLIDATION**

The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2009 except for the following which relate to disclosures:-

The Group has adopted the following new and amended International Accounting Standards/International Financial Reporting Standards as of 1 January 2010.

- IFRS 3 Business Combinations (Revised) and IAS 27 Consolidated and Separate Financial Statements (Amended) effective 1 July 2009 including consequential amendments to IFRS 7, IAS 21, IAS 28, IAS 31 and IAS 39.

Refer to note 8 for the impact of application of this standard to the Group's additional acquisition in Ahli United Bank Egypt S.A.E. (AUBE).

**3 SEASONALITY OF RESULTS**

Dividend income of US\$ 13,429 thousand for the nine months ended 30 September 2010 (30 September 2009: US\$ 12,697 thousand) is of a seasonal nature.

**4 EARNINGS PER ORDINARY SHARE**

	<i>Three months ended</i>		<i>Nine months ended</i>	
	<i>30 September</i>		<i>30 September</i>	
	<i>2010</i>	<i>2009</i>	<i>2010</i>	<i>2009</i>
Net profit for the period attributable to Bank's ordinary equity shareholders for basic earnings per share computation (US\$ '000)	<u>65,164</u>	<u>40,119</u>	<u>201,057</u>	<u>183,661</u>
Add: Staff costs - fair value amortisation of share based transactions	<u>1,267</u>	<u>277</u>	<u>1,267</u>	<u>831</u>
Net profit for the period attributable to Bank's ordinary equity shareholders for diluted earnings per share computation (US\$ '000)	<u>66,431</u>	<u>40,396</u>	<u>202,324</u>	<u>184,492</u>
Weighted average ordinary shares outstanding during the period adjusted for bonus shares (million)	<u>4,886</u>	<u>4,781</u>	<u>4,886</u>	<u>4,781</u>
Weighted average ordinary shares adjusted for bonus shares and dilutive effect of the convertible portion of Class B preference shares (million)	<u>4,963</u>	<u>4,824</u>	<u>4,963</u>	<u>4,824</u>
Basic earnings per ordinary share (US cents)	<u>1.3</u>	<u>0.8</u>	<u>4.1</u>	<u>3.8</u>
Diluted earnings per ordinary share (US cents)	<u>1.3</u>	<u>0.8</u>	<u>4.1</u>	<u>3.8</u>

30 September 2010 (Unaudited)

**5 EQUITY**

As per the terms of the Employee Share Purchase Plan (ESPP), Tranche-III of the Class B preference shares issued under the ESPP were due for conversion to ordinary shares on 1 January 2010. Accordingly, on 1 January 2010, 52.7 million ordinary shares were issued on conversion of Tranche-III of the Class B preference shares, including the bonus adjustment for the years 2005, 2006, 2007 and 2008 and the rights issue adjustment factor for 2007.

During the period, following the recommendation of the Board of Directors and Extraordinary General Assembly and regulatory approvals, the Bank issued 55.7 million Class B non-cumulative fully convertible preference shares (Class B shares) under Tranches IV, V and VI at prices of US\$ 1.12, US\$ 0.63 and US\$ 0.39 per share respectively. These shares are mandatorily convertible into an equal number of ordinary shares adjusted for any bonus share issues on the conversion date of each tranche. The fair values of the Tranches, estimated as of the grant date, were US\$ 1.39, US\$ 0.63 and US\$ 0.435 per share respectively. The difference between issue price and fair value is amortised over the vesting period and included under "staff costs" in the interim consolidated statement of income.

**6 CONTINGENT LIABILITIES**

The Group had the following credit related contingent liabilities:

	<i>Audited</i>
	<i>30 September 2010</i>
	<i>31 December 2009</i>
	<i>US\$ '000</i>
	<i>US\$ '000</i>
Guarantees	1,441,594
Acceptances	55,258
Letters of credit	359,436
	<u>1,856,288</u>
	<u>1,689,193</u>

**7 SEGMENT INFORMATION**

For management reporting purposes the Group is organised into three major business segments:

- Retail banking
- Corporate banking, treasury and investments
- Private banking and wealth management

Transactions between segments are conducted at estimated market rates on an arm's length basis. Interest is charged/credited to business segments based on a pool rate, which approximates the cost of funds.

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2010 (Unaudited)

## 7 SEGMENT INFORMATION (Continued)

Segmental information for the period was as follows:

	<i>Retail banking</i>	<i>Corporate banking, treasury and investments</i>	<i>Private banking and wealth management</i>	<i>Total</i>
	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
<b>Nine months ended 30 September 2010:</b>				
Net interest income	84,022	259,589	26,560	370,171
Intersegment interest	10,819	(7,690)	(3,129)	-
Fees and commissions - net	25,292	47,514	16,887	89,693
Other operating income	2,187	71,720	(30)	73,877
<b>OPERATING INCOME</b>	<b>122,320</b>	<b>371,133</b>	<b>40,288</b>	<b>533,741</b>
Provision for loan losses and contingencies - net	9,802	102,948	3,266	116,016
<b>NET OPERATING INCOME</b>	<b>112,518</b>	<b>268,185</b>	<b>37,022</b>	<b>417,725</b>
Operating expenses	67,825	101,264	16,007	185,096
<b>PROFIT BEFORE TAX</b>	<b>44,693</b>	<b>166,921</b>	<b>21,015</b>	<b>232,629</b>
Income tax expense	3,281	5,264	3,119	11,664
<b>NET PROFIT FOR THE PERIOD</b>	<b>41,412</b>	<b>161,657</b>	<b>17,896</b>	<b>220,965</b>
Less : Non - controlling interest				19,908
<b>NET PROFIT ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS</b>				<b>201,057</b>
<b>Nine months ended 30 September 2009:</b>				
Net interest income	104,386	213,436	25,729	343,551
Intersegment interest	(6,410)	11,756	(5,346)	-
Fees and commissions - net	41,394	50,079	18,676	110,149
Other operating income	1,579	128,194	278	130,051
<b>OPERATING INCOME</b>	<b>140,949</b>	<b>403,465</b>	<b>39,337</b>	<b>583,751</b>
Provision for loan losses and contingencies - net	34,499	159,655	1,970	196,124
<b>NET OPERATING INCOME</b>	<b>106,450</b>	<b>243,810</b>	<b>37,367</b>	<b>387,627</b>
Operating expenses	73,699	82,168	19,148	175,015
<b>PROFIT BEFORE TAX</b>	<b>32,751</b>	<b>161,642</b>	<b>18,219</b>	<b>212,612</b>
Income tax expense (credit)	1,162	(1,741)	2,014	1,435
<b>NET PROFIT FOR THE PERIOD</b>	<b>31,589</b>	<b>163,383</b>	<b>16,205</b>	<b>211,177</b>
Less : Non-controlling interest				27,516
<b>NET PROFIT ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS</b>				<b>183,661</b>

Ahli United Bank B.S.C.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2010 (Unaudited)

8 AHLI UNITED BANK EGYPT S.A.E. (AUBE) ACQUISITION

During the period, AUB's equity stake in AUBE initially increased to 79.6% following a Mandatory Dual Tender Offer to AUBE's shareholders which concluded on 17 January 2010. This resulted in AUB acquiring 26.6 million AUBE shares at Egyptian Pounds (LE) 37 per share. The purchase consideration was settled by payment in cash of LE 688.8 million (under the cash offer), the issue of 74.2 million AUB ordinary shares and the issue of US\$ 18.0 million subordinated bonds under the securities offer. The excess of the purchase consideration over the share of net asset value acquired was debited to shareholders' equity in the period as prescribed under IAS 27 - Consolidated and Separate Financial Statements.

Further to the above, AUB's equity stake in AUBE further increased from 79.6% to 85.1% following a second tender offer to AUBE's shareholders which concluded on 8 July 2010. This resulted in AUB acquiring an additional 3.3 million AUBE shares at Egyptian Pounds (LE) 37 per share. Following consummation of the tender offer, AUBE shares have now been voluntarily delisted from The Egyptian Stock Exchange.

9 MOVEMENT IN OTHER RESERVES

	<i>Capital reserve</i>	<i>Property revaluation reserve</i>	<i>Foreign exchange translation reserve</i>	<i>Cumulative changes in</i>			<i>Total other reserves</i>
				<i>Available- for-sale reserve</i>	<i>Cash flow hedge reserve</i>	<i>ESPP reserve</i>	
	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
Balance at 1 January 2010	307	73,384	11,628	(90,887)	(29,825)	2,397	(32,996)
Currency translation adjustments	-	-	(11,351)	-	-	-	(11,351)
Share of changes in fair value reserve of associates	-	-	-	2,312	-	-	2,312
Transfers to interim consolidated statement of income	-	-	-	19	-	-	19
Net fair value movements during the period	-	-	-	(36,214)	(13,254)	-	(49,468)
Fair value amortisation of share based transaction	-	-	-	-	-	1,267	1,267
Sale of treasury shares	119	-	-	-	-	-	119
Conversion of preference shares	-	-	-	-	-	(2,397)	(2,397)
Revaluation of freehold land	-	32	-	-	-	-	32
<b>Balance at 30 September 2010</b>	<b>426</b>	<b>73,416</b>	<b>277</b>	<b>(124,770)</b>	<b>(43,079)</b>	<b>1,267</b>	<b>(92,463)</b>

## NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 September 2010 (Unaudited)

## 9 MOVEMENT IN OTHER RESERVES (continued)

	<i>Capital reserve</i>	<i>Property revaluation reserve</i>	<i>Foreign exchange translation reserve</i>	<i>Cumulative changes in</i>			<i>Total other reserves</i>
				<i>Available- for-sale reserve</i>	<i>Cash flow hedge reserve</i>	<i>ESPP reserve</i>	
	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
Balance at 1 January 2009	307	121,106	38,419	(251,621)	(85,652)	6,328	(171,113)
Currency translation adjustments	-	-	(28,183)	-	-	-	(28,183)
Share of changes in fair value reserve of associates	-	-	-	68	-	-	68
Transfers to interim consolidated statement of income	-	-	-	(6,783)	36,254	-	29,471
Net fair value movements during the period	-	-	-	129,856	20,825	-	150,681
Fair value amortisation of share based transaction	-	-	-	-	-	831	831
Conversion of preference shares	-	-	-	-	-	(5,039)	(5,039)
Revaluation of freehold land	-	(1,628)	-	-	-	-	(1,628)
<b>Balance at 30 September 2009</b>	<b>307</b>	<b>119,478</b>	<b>10,236</b>	<b>(128,480)</b>	<b>(28,573)</b>	<b>2,120</b>	<b>(24,912)</b>

The net fair value movements during period ended 30 September 2010 in the Group's available for sale investment reserve and hedge reserve are unrealised in nature and have arisen as a result of the decline in long term swap rates and economic uncertainty surrounding the recovery process following the eurozone crisis. The Group's current intention is to hold the available for sale investment until maturity and therefore these temporary movements are not expected to impact the Group's operational performance.