

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Six month period ended 30 June 2009 (unaudited)

## CONSOLIDATED STATEMENT OF INCOME

	Three months ended 30 June		Six months ended 30 June	
	2009 US\$ '000	2008 US\$ '000	2009 US\$ '000	2008 US\$ '000
Net interest income	117,330	112,590	224,358	210,171
Other operating income	82,273	156,309	187,882	250,834
<b>TOTAL OPERATING INCOME</b>	<b>199,603</b>	<b>268,899</b>	<b>412,240</b>	<b>461,005</b>
Provisions for loan losses and contingencies - net	80,902	38,458	127,976	48,574
<b>NET OPERATING INCOME</b>	<b>118,701</b>	<b>230,441</b>	<b>284,264</b>	<b>412,431</b>
<b>TOTAL OPERATING EXPENSES</b>	<b>56,395</b>	<b>80,698</b>	<b>116,817</b>	<b>149,206</b>
<b>PROFIT BEFORE TAX</b>	<b>62,306</b>	<b>149,743</b>	<b>167,447</b>	<b>263,225</b>
<b>NET PROFIT AFTER TAX FOR THE PERIOD</b>	<b>64,257</b>	<b>146,931</b>	<b>167,652</b>	<b>259,001</b>
<b>Attributable to:</b>				
Bank's equity shareholders	57,603	117,414	143,542	211,720
Non-controlling interest	6,654	29,517	24,110	47,281
	<b>64,257</b>	<b>146,931</b>	<b>167,652</b>	<b>259,001</b>
<b>EARNINGS PER SHARE ATTRIBUTABLE TO BANK'S EQUITY SHAREHOLDERS FOR THE PERIOD</b>				
Basic earnings per share (US cents)	1.2	2.5	3.0	4.6
Diluted earnings per share (US cents)	1.2	2.4	3.0	4.4

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 30 June		Six months ended 30 June	
	2009 US\$ '000	2008 US\$ '000	2009 US\$ '000	2008 US\$ '000
<b>Net profit for the period</b>	<b>64,257</b>	<b>146,931</b>	<b>167,652</b>	<b>259,001</b>
<b>Other comprehensive income</b>				
Directors' fees paid and donations approved	-	-	(2,168)	(2,002)
Currency translation adjustments	22,030	1,831	(44,369)	20,649
Net fair value movements during the period	140,755	20,999	178,117	(154,798)
Revaluation of freehold land	349	13,940	(1,688)	39,963
<b>Total comprehensive income for the period</b>	<b>227,391</b>	<b>183,701</b>	<b>297,544</b>	<b>162,813</b>
<b>Total comprehensive income attributable to:</b>				
Bank's equity shareholders	212,262	174,890	294,272	138,744
Non-controlling interest	15,129	8,811	3,272	24,069
	<b>227,391</b>	<b>183,701</b>	<b>297,544</b>	<b>162,813</b>

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Six months ended 30 June	
	2009 US\$ '000	2008 US\$ '000
Net cash (used in) from operating activities	(559,002)	1,918,834
Net cash used in investing activities	(134,146)	(76,477)
Net cash used in financing activities	(159,662)	(113,336)
Foreign currency translation adjustments	(44,369)	20,649
<b>(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(897,179)</b>	<b>1,749,670</b>
Cash and cash equivalents at 1 January	2,446,908	2,376,886
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>1,549,729</b>	<b>4,126,556</b>

## CONSOLIDATED BALANCE SHEET

	30 June 2009 US\$ '000	Audited 31 December 2008 US\$ '000
	<b>ASSETS</b>	
Cash and balances with central banks	308,120	392,251
Treasury bills and bonds	1,175,158	1,236,997
Trading securities	1,830	23,364
Deposits with banks and other financial institutions	5,389,495	2,867,959
Loans and advances	13,120,387	13,632,220
Non-trading investments	3,741,231	3,353,570
Investment in associates and joint venture	520,176	534,916
Premises and equipment	388,143	389,009
Other assets	590,851	517,871
Goodwill and other intangible assets	615,267	634,570
<b>TOTAL ASSETS</b>	<b>25,850,658</b>	<b>23,582,727</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Deposits from banks and other financial institutions	5,006,692	5,153,514
Customers' deposits	15,615,908	13,178,079
Term debts	1,350,000	1,350,000
Other liabilities	728,892	882,781
Subordinated liabilities	603,844	623,576
<b>TOTAL LIABILITIES</b>	<b>23,305,336</b>	<b>21,187,950</b>
<b>EQUITY</b>		
Ordinary share capital	1,193,589	1,126,561
Preference share capital	7,237	17,128
Reserves	968,230	851,746
Attributable to the Bank's equity shareholders	2,169,056	1,995,435
Non-controlling interest	376,266	399,342
<b>TOTAL EQUITY</b>	<b>2,545,322</b>	<b>2,394,777</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>25,850,658</b>	<b>23,582,727</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	2009 US\$ '000	2008 US\$ '000
<b>BALANCE AT 1 JANUARY ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS</b>	<b>1,995,435</b>	<b>2,309,720</b>
Total comprehensive income for the period	294,272	138,744
Class A preference share dividend paid	-	(15,366)
Class B preference share dividend paid	(3,493)	(5,716)
Ordinary share dividend paid	(112,658)	(105,780)
Class B preference shares surrendered	(2,835)	(2,314)
Treasury shares purchased	(1,665)	-
<b>BALANCE AT 30 JUNE ATTRIBUTABLE TO THE BANK'S EQUITY SHAREHOLDERS</b>	<b>2,169,056</b>	<b>2,319,288</b>
<b>NON-CONTROLLING INTEREST</b>	<b>376,266</b>	<b>321,712</b>
<b>TOTAL EQUITY AT 30 JUNE</b>	<b>2,545,322</b>	<b>2,641,000</b>

Fahad Al-Rajaan  
Chairman

Hamad Al-Marzouq  
Deputy Chairman

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

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