

INTERIM CONSOLIDATED CONDENSED BALANCE SHEET (Expressed in thousands of United States Dollars unless otherwise stated)

	At 30 June 2008 (Reviewed)	At 31 December 2007 (Audited)
Assets		
Cash and cash equivalents	516,182	575,304
Due from banks and financial institutions	21,548	16,172
Investments in financings	2,020,180	1,882,028
Investment securities	635,459	638,579
Investment properties	249,404	213,067
Accounts receivable	165,394	101,856
Investments in associates	609,376	194,549
Property, plant and equipment	127,551	130,930
Intangible assets	319,669	326,304
Total assets	4,664,763	4,078,789
Liabilities		
Customer current accounts	531,240	569,239
Customer investment accounts	1,451,190	1,368,904
Due to banks	610,891	394,025
Other borrowings	408,484	123,239
Accounts payable	263,870	269,438
Current tax payable	14,704	9,175
Deferred tax liability	52,464	60,372
Total liabilities	3,332,843	2,794,392
Equity		
Capital and reserves attributable to the Bank's equity holders		
Share capital	535,130	537,474
Reserves	539,053	550,334
	1,074,183	1,087,808
Minority interests	257,737	196,589
Total equity	1,331,920	1,284,397
Total equity and liabilities	4,664,763	4,078,789
Funds under management	2,215,477	1,723,814

INTERIM CONSOLIDATED CONDENSED STATEMENT OF INCOME (Expressed in thousands of United States Dollars unless otherwise stated)

	Six months ended		Three months ended	
	30 June 2008 (Reviewed)	30 June 2007 (Reviewed)	30 June 2008 (Reviewed)	30 June 2007 (Reviewed)
Income				
Income from short term deposits	20,742	15,462	9,898	8,201
Income from investments in financings	91,346	97,762	43,603	54,146
Fee and commission income	28,848	25,443	19,393	15,873
Fund management and services	9,895	10,430	5,081	5,082
Income from investments	139,057	39,285	77,280	17,931
Net trading income	1,453	3,469	1,702	1,766
Other income	8,089	1,271	5,576	240
	299,430	193,122	162,533	103,239
Distribution to investment account holders	(78,823)	(67,967)	(39,977)	(36,212)
Operating income	220,607	125,155	122,556	67,027
Expenses				
Staff costs	(42,281)	(25,965)	(21,779)	(13,641)
General and administrative expenses	(31,055)	(18,747)	(16,986)	(10,320)
Depreciation and amortisation	(12,267)	(9,670)	(6,099)	(5,047)
Exchange gain/(loss)	4,017	309	(1,630)	553
Total expenses	(81,586)	(54,073)	(46,494)	(28,455)
Operating profit	139,021	71,082	76,062	38,572
Share of profit of associated companies	11,053	5,974	10,383	2,960
Profit before income taxes	150,074	77,056	86,445	41,532
Taxes	(8,204)	(11,113)	(3,875)	(6,633)
Profit after income taxes	141,870	65,943	82,570	34,899
Attributable to:				
Equity holders of the Bank	80,557	38,667	48,544	20,522
Minority interests	61,313	27,276	34,026	14,377
	141,870	65,943	82,570	34,899
Basic/diluted earnings per share	US cts 3.78	US cts 2.28	US cts 2.27	US cts 1.21

INTERIM CONSOLIDATED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2007 (Expressed in thousands of United States Dollars unless otherwise stated)

	Attributable to the Bank's equity holders						Retained earnings	Total reserves	Minority interests	Total equity
	Share capital	Share premium	Statutory reserve	General reserve	Fair value reserve	Currency translation				
At 1 January 2007 (Audited)	353,525	167,347	25,598	46,044	16,151	(4,144)	187,572	438,568	331,562	1,123,655
Treasury shares acquired	(1,978)		(2,268)					(2,268)		(4,246)
Net profit for the period							38,667	38,667	27,276	65,943
Dividends paid							(47,520)	(47,520)		(47,520)
Dividends paid by subsidiaries									(21,811)	(21,811)
Transfer to general reserve				22,283			(22,283)			
Movement in fair value of available-for-sale investments					30,514			30,514	29,733	60,247
Movement in deferred tax available-for-sale investments					(484)			(484)	(465)	(949)
Movement in fair value of associated companies					(173)			(173)		(173)
Transfer to income statement due to disposal of available-for-sale investments					(471)			(471)	(410)	(881)
Foreign currency translation adjustment						260		260	778	1,038
At 30 June 2007 (Reviewed)	351,547	167,347	23,330	68,327	45,537	(3,884)	156,436	457,093	366,663	1,175,303

INTERIM CONSOLIDATED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2008 (Expressed in thousands of United States Dollars unless otherwise stated)

	Attributable to the Bank's equity holders						Retained earnings	Total reserves	Minority interests	Total equity
	Share capital	Share premium	Statutory reserve	General reserve	Fair value reserve	Currency translation				
At 1 January 2008 (Audited)	537,474	216,026	35,873	68,327	27,170	(3,079)	206,017	550,334	196,589	1,284,397
Treasury shares acquired	(20,157)	(32,653)						(32,653)		(52,810)
Treasury shares sold	17,813	30,014						30,014		47,827
Net profit for the period							80,557	80,557	61,313	141,870
Dividends paid							(52,435)	(52,435)	(12,317)	(64,752)
Transfer to general reserve				39,352			(39,352)			
Movement in fair value of available-for-sale investments					(13,254)			(13,254)	(6,250)	(19,504)
Movement in deferred tax available-for-sale investments					1,694			1,694	883	2,577
Minority interest relating to new subsidiaries									26,448	26,448
Movement in fair value of associated companies					51			51		51
Transfer to income statement due to disposal of available-for-sale investments					(9,342)			(9,342)	(96)	(9,438)
Appropriation to Ithmaar Education and Training Fund							(2,569)	(2,569)		(2,569)
Foreign currency translation adjustment					(5,795)	(7,683)	134	(13,344)	(8,833)	(22,177)
At 30 June 2008 (Reviewed)	535,130	213,387	35,873	107,679	524	(10,762)	192,352	539,053	257,737	1,331,920

The above interim consolidated condensed financial information was approved for issue by the Board of Directors on 11 August 2008. These are extracts from the interim consolidated condensed financial information for the six month period ended 30 June 2008, reviewed by PricewaterhouseCoopers, who issued an unqualified review report on 11 August 2008.

115% Growth in Net Profit

Khalid Abdulla-Janahi
Chairman

Khalil Nooruddin
Director

Michael P. Lee
CEO & Member of the Board