



Condensed Consolidated Balance Sheet

as at 31 March 2008 - US\$ 000's

	31 March 2008 (reviewed)	31 December 2007 (audited)	31 March 2007 (reviewed)
ASSETS			
Cash and bank balances	46,363	15,383	48,583
Placements with financial institutions	745,000	711,978	604,009
Islamic financing assets	101,605	96,179	158,759
Assets held-for-sale	404,275	446,882	84,196
Investment in sukuk	-	-	72,967
Investment in associates	406,774	288,047	58,999
Available-for-sale investments	294,767	246,346	335,416
Receivable from investment banking services	167,408	171,183	129,047
Other assets	411,084	269,069	139,040
Total assets	2,577,276	2,245,067	1,631,016
LIABILITIES			
Investors' funds	552,422	139,876	342,532
Placements from financial and other institutions	275,482	355,548	164,481
Customers' current accounts	-	-	13,103
Islamic financing liabilities	732,213	586,620	399,688
Liabilities directly associated with assets held-for-sale	130,925	167,019	-
Other liabilities	92,017	115,674	70,757
Total liabilities	1,783,059	1,364,737	990,561
Unrestricted investment accounts	3,938	826	79,003
EQUITY			
Share capital	262,813	238,921	238,921
Treasury shares	(8,926)	(8,926)	(53,663)
Share premium	180,382	180,382	180,382
Statutory reserve	83,529	83,529	45,470
Investments fair value reserve	2,799	2,799	940
Retained earnings	264,082	382,799	147,569
Share grants reserve	5,600	-	1,833
Total equity	790,279	879,504	561,452
Total liabilities, unrestricted investment accounts and equity	2,577,276	2,245,067	1,631,016
Off-balance sheet items			
Restricted investment accounts	80,538	77,038	142,877

Condensed Consolidated Income Statement

for the three months ended 31 March 2008 - US\$ 000's

	31 March 2008 (reviewed)	31 March 2007 (reviewed)
Income from investment banking services	150,000	88,237
Placement, arrangement and management fees	22,711	4,168
Income from placements with financial institutions	4,267	8,041
Income from Islamic financing	676	1,746
Income from investment in associates	21,391	4,508
Income / (loss) from available-for-sale investments	510	(52)
Other income	153	1,254
Total income	199,708	107,902
Staff costs	34,708	17,279
Investment advisory expenses	17,081	5,632
Finance expense	13,945	9,737
Impairment allowance of Islamic financing assets	7,500	-
Other expenses	10,216	2,982
Total expenses	83,450	35,630
Profit for the period	116,258	72,272
Earnings per share		
Basic earnings per share (US cents)	14.68	9.08
Diluted earnings per share (US cents)	13.36	9.08

The Directors approved the interim financial information on 27 April 2008.

Esam Yousif A. Janahi
ChairmanAbdul Latif Abdulla Al Meer
Member Board of DirectorsPeter Panayiotou
Acting Chief Executive Officer

These statements have been extracted from the consolidated financial information for the three months ended 31 March, 2008, which were audited by KPMG.

Condensed Consolidated Statement of Changes in Equity

for the three months ended 31 March 2008 - US\$ 000's

	Share capital	Share premium	Treasury shares	Statutory reserve	Share option reserve	Investments fair value reserve	Retained earnings	Total equity
31 March 2008 (reviewed)								
Balance at 1 January 2008	238,921	180,382	(8,926)	83,529	-	2,799	382,799	879,504
Profit for the period	-	-	-	-	-	-	116,258	116,258
Total recognised income and expense	-	-	-	-	-	-	116,258	116,258
Issue of bonus shares	23,892	-	-	-	-	-	(23,892)	-
Share grants vesting expense	-	-	-	-	5,600	-	-	5,600
Dividend declared for 2007	-	-	-	-	-	-	(203,083)	(203,083)
Charity contribution declared for 2007	-	-	-	-	-	-	(3,000)	(3,000)
Board remuneration declared for 2007	-	-	-	-	-	-	(5,000)	(5,000)
Balance at 31 March 2008	262,813	180,382	(8,926)	83,529	5,600	2,799	264,082	790,279

	Share capital	Advance towards share capital	Share premium	Treasury shares	Subsidiary company share grants	Statutory reserve	Investments fair value reserve	Retained earnings	Total equity
31 March 2007 (reviewed)									
Balance at 1 January 2007	212,674	2,708	178,321	(14,127)	1,804	46,337	364	239,663	667,744
Loss on sale of treasury shares	-	-	-	-	-	(867)	-	-	(867)
Net fair value changes during the period	-	-	-	-	-	-	319	-	319
Transfer to income statement on disposal of AFS investments	-	-	-	-	-	-	257	-	257
Net income / (expense) recognised directly in equity	-	-	-	-	-	(867)	576	-	(291)
Net profit for the period	-	-	-	-	-	-	-	72,272	72,272
Total recognised income and expense	-	-	-	-	-	(867)	576	72,272	71,981
Issue of bonus shares	25,600	-	-	-	-	-	-	(25,600)	-
Increase in share capital	647	(2,708)	2,061	-	-	-	-	-	-
Share grants vesting expense	-	-	-	-	29	-	-	-	29
Dividend declared for 2006	-	-	-	-	-	-	-	(134,391)	(134,391)
Charity contribution declared for 2006	-	-	-	-	-	-	-	(1,598)	(1,598)
Board remuneration declared for 2006	-	-	-	-	-	-	-	(1,375)	(1,375)
Zakah contribution declared for 2006	-	-	-	-	-	-	-	(1,402)	(1,402)
Purchase of treasury shares	-	-	-	(40,711)	-	-	-	-	(40,711)
Sale of treasury shares	-	-	-	1,175	-	-	-	-	1,175
Balance at 31 March 2007	238,921	-	180,382	(53,663)	1,833	45,470	940	147,569	561,452

Condensed Consolidated Statement of Cash Flows

for the three months ended 31 March 2008 - US\$ 000's

	31 March 2008 (reviewed)	31 March 2007 (reviewed)
OPERATING ACTIVITIES		
Proceeds of income from investment banking services	133,775	70,005
(Repayment) to / receipts from financial and other institutions, net	(73,682)	223,255
Net increase in customers' current accounts	-	5,806
Islamic financing assets, net	(12,250)	(59,832)
Financing of projects, net	(129,963)	(52,149)
Investors' funds, net	405,052	(6,021)
Net receipts from unrestricted investment accounts	3,112	20,083
Placement, arrangement and management fees received	1,570	3,547
Income from placements and Islamic financing received	4,266	9,739
Finance expense paid	(17,907)	(8,793)
Payment for expenses and project costs	(71,366)	(44,698)
Cash flows from operating activities	242,607	160,942
INVESTING ACTIVITIES		
Purchase of available-for-sale investments	(28,421)	(32,526)
Dividends received	510	-
Purchase of assets held-for-sale	-	(60,000)
Proceeds from sale of trading property	-	31,872
Purchase of sukuk	-	(15,900)
Income from sukuk received	-	450
Payment for equipment and capital work-in-progress	(4,664)	(1,215)
Distributions received from associates	24,664	-
Purchase of investment in associates	(134,500)	-
Cash flows from investing activities	(142,411)	(77,319)
FINANCING ACTIVITIES		
Acquisition of treasury shares, net	-	(38,363)
Islamic financing liabilities, net	149,556	-
Cash paid to charitable organisations	(209)	(25)
Board remuneration paid	(5,000)	(1,375)
Dividends paid	(180,541)	(115,270)
Cash flows from financing activities	(36,194)	(155,033)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	64,002	(71,410)
Cash and cash equivalents at 1 January	727,361	724,002
CASH AND CASH EQUIVALENTS at 31 March	791,363	652,592
Cash and cash equivalents comprise:		
Cash and bank balances	46,363	48,583
Placements with financial institutions	745,000	604,009
	791,363	652,592