

# Financial Results for the three months ended 31 March 2011



## Condensed Consolidated Statement of Financial Position as at 31 March 2011

	US\$ 000's		
	31 March 2011 (reviewed)	31 December 2010 (audited)	31 March 2010 (reviewed)
<b>ASSETS</b>			
Cash and bank balances	1,883	3,770	5,430
Placements with financial and other institutions	39,040	56,868	156,701
Financing receivables	13,950	14,400	15,000
Investment in associates	225,235	224,847	374,462
Investment securities	247,293	248,794	323,010
Investment property	259,404	266,412	-
Receivable from investment banking services	-	-	85,270
Other assets	198,013	203,150	341,294
<b>Total assets</b>	<b>984,818</b>	<b>1,018,241</b>	<b>1,301,167</b>
<b>LIABILITIES</b>			
Investors' funds	124,250	138,798	196,984
Placements from financial and other institutions	131,759	126,241	169,165
Financing liabilities	338,409	439,504	397,206
Other liabilities	170,317	195,535	91,760
<b>Total liabilities</b>	<b>764,735</b>	<b>900,078</b>	<b>855,115</b>
<b>Equity of investment account holders</b>	<b>1,885</b>	<b>1,880</b>	<b>2,026</b>
<b>OWNERS' EQUITY</b>			
Share capital	288,491	145,780	621,449
Treasury shares	(24,674)	(24,674)	(52,371)
Share premium	154,097	206,203	205,398
Statutory reserve	88,298	88,298	106,700
Accumulated losses	(290,129)	(302,068)	(440,173)
Other reserves	1,712	1,769	2,048
Investments fair value reserve	403	975	975
<b>Total owners' equity</b>	<b>218,198</b>	<b>116,283</b>	<b>444,026</b>
<b>Total liabilities, equity of investment account holders and owners' equity</b>	<b>984,818</b>	<b>1,018,241</b>	<b>1,301,167</b>

The consolidated financial statements were approved by the Board of Directors on 29 May 2011 and signed on its behalf by:

**Esam Yousif A. Janahi**  
Executive Chairman

**Mosabah Saif Al Mautairy**  
Director

These statements have been extracted from the consolidated financial information for three months ended 31 March 2011 which were reviewed by KPMG.

## Condensed Consolidated Statement Of Changes In Owners' Equity for the three months ended 31 March 2011

	US\$ 000's							
	Share capital	Share premium	Treasury shares	Statutory reserve	Other reserves	Investments fair value reserve	Accumulated losses	Total equity
<b>31 March 2011 (reviewed)</b>								
Balance at 1 January 2011	145,780	206,203	(24,674)	88,298	1,769	975	(302,068)	116,283
Profit for the period	-	-	-	-	-	-	11,939	11,939
Changes in fair value of investment securities	-	-	-	-	-	(572)	-	(572)
Conversion of murabaha to share capital	142,711	(52,106)	-	-	-	-	-	90,605
Share grants vesting expense, net of forfeitures	-	-	-	-	(57)	-	-	(57)
<b>Balance at 31 March 2011</b>	<b>288,491</b>	<b>154,097</b>	<b>(24,674)</b>	<b>88,298</b>	<b>1,712</b>	<b>403</b>	<b>(290,129)</b>	<b>218,198</b>
<b>31 March 2010 (reviewed)</b>								
Balance at 1 January 2010	604,079	202,316	(52,371)	106,700	4,300	975	(432,677)	433,322
Loss for the period	-	-	-	-	-	-	(7,496)	(7,496)
Conversion of murabaha to share capital	17,370	3,117	-	-	(487)	-	-	20,000
Share issue expenses	-	(35)	-	-	-	-	-	(35)
Share grants vesting expense, net of forfeitures	-	-	-	-	(1,765)	-	-	(1,765)
<b>Balance at 31 March 2010</b>	<b>621,449</b>	<b>205,398</b>	<b>(52,371)</b>	<b>106,700</b>	<b>2,048</b>	<b>975</b>	<b>(440,173)</b>	<b>444,026</b>

## Condensed Consolidated Income Statement for the three months ended 31 March 2011

	US\$ 000's	
	31 March 2011 (reviewed)	31 March 2010 (reviewed)
Income from investment banking services	35	5,161
Management fees	521	4,031
Income from placements with financial and other institutions	306	404
Income from financing	-	302
Share of profit / (loss) from investment in associates	374	(1,964)
Income from investment securities	7,310	1,910
Foreign exchange (loss) / gain, net	(6,623)	2,222
Other income	24,499	6,402
<b>Total income</b>	<b>26,422</b>	<b>18,468</b>
Staff cost	2,799	3,594
Investment advisory expenses	557	2,290
Finance expense	7,183	12,374
Other expenses	3,944	7,706
<b>Total expenses</b>	<b>14,483</b>	<b>25,964</b>
<b>PROFIT / (LOSS) FOR THE PERIOD</b>	<b>11,939</b>	<b>(7,496)</b>
<b>Earnings per share</b>		
Basic and diluted earnings per share (US cents)	<b>1.68</b>	<b>(1.19)</b>
Diluted earnings per share (US cents)	<b>1.50</b>	<b>-</b>

## Condensed Consolidated Statement of Cash Flows for the three months ended 31 March 2011

	US\$ 000's	
	Three months ended 31 March 2011 (reviewed)	Three months ended 31 March 2010 (reviewed)
<b>Operating Activities</b>		
Proceeds Of Income From Investment Banking Services	35	5,161
Placements With Financial Institutions, Net	(719)	(43,537)
Cash Received From Waterpark Operations	-	530
Disbursement Of Financing Of Projects, Net	(1,542)	(1,508)
Receipts From Financing Receivables	450	-
Investors' Funds, Net	(1,843)	(29,249)
Management Fees Received	162	31
Income From Placements And Financing Received	306	471
Payment For Expenses And Project Costs	(16,754)	(16,486)
<b>Cash Flows From Operating Activities</b>	<b>(19,905)</b>	<b>(84,587)</b>
<b>Investing Activities</b>		
Purchase Of Investment Securities	-	(6,882)
Proceeds From Sale Of Available-For-Sale Investments	847	21,217
Proceeds From Sale Of Investment In Associate	-	242
Dividends Received	-	(166)
<b>Cash Flows From Investing Activities</b>	<b>847</b>	<b>14,411</b>
<b>Financing Activities</b>		
Financing Liabilities, Net	1,769	(220,724)
Finance Expense Paid	(7,178)	(11,545)
Proceeds From Conversion To Share Capital	5,153	-
Cash Paid To Charitable Organisations	-	(631)
Dividends Paid	(401)	(114)
Payments To Investment Account Holders, Net	-	(849)
<b>Cash Flows From Financing Activities</b>	<b>(657)</b>	<b>(233,863)</b>
<b>Decrease In Cash And Cash Equivalents</b>	<b>(19,715)</b>	<b>(304,039)</b>
Cash And Cash Equivalents At 1 January	60,638	325,552
<b>Cash And Cash Equivalents At 31 March</b>	<b>40,923</b>	<b>21,513</b>
<b>Cash And Cash Equivalents Comprise:</b>		
Cash And Bank Balances	1,883	5,430
Placements With Financial And Other Institutions	39,040	16,083
	<b>40,923</b>	<b>21,513</b>