In the Name of Allah
The most Gracious and Merciful



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Condensed Consolidated Interim Financial Statements
(un-audited)

For the three months period ended 31 March 2012

Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the three months period ended 31 March 2012

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Independent auditors' report on review of condensed consolidated interim financial information

To the Shareholders
Emirates Islamic Bank PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Emirates Islamic Bank PJSC ("the Bank") and its subsidiaries (collectively referred as "the Group") as at 31 March 2012, the condensed consolidated interim statements of comprehensive income (comprising of a condensed consolidated interim statement of comprehensive income and a separate condensed consolidated interim income statement), condensed consolidated interim statement of cash flows and condensed consolidated interim statement of changes in shareholders' equity for the three - month period then ended, and notes to the condensed consolidated interim financial information ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Financial Reporting Standards IAS 34, *'Interim Financial Reporting'*. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, *'Review of Interim Financial Information Performed by the Independent Auditor of the Entity'*. A review of condensed consolidated 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 condensed consolidated interim financial information as at 31 March 2012 is not prepared, in all material respects, in accordance with IAS 34, *'Interim Financial Reporting'*.

24 APR 2012

By: Vijendranath Malhotra
Registration No.:48B

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Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

As at 31 March 2012

	Note	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
ASSETS			
Cash, and balances with U.A.E Central Bank		1,118,849	1,195,167
Due from banks	3	86,115	89,241
Due from Group Holding Company, net	4	5,947,577	3,537,131
Financing receivables	5	13,018,845	12,969,041
Investments	6	2,486,292	2,197,591
Investments properties	7	1,111,648	1,111,317
Prepayments and other assets		402,398	285,389
Fixed assets		95,321	98,918
TOTAL ASSETS		**24,267,045**	**21,483,795**
LIABILITIES			
Customers' accounts	8	18,085,544	17,125,152
Due to banks		84,902	87,634
Sukuk payable	9	1,836,500	-
Other liabilities		682,725	709,998
Zakat payable		-	1,053
Investment wakala	10	1,081,872	1,081,872
TOTAL LIABILITIES		**21,771,543**	**19,005,709**
SHAREHOLDERS' EQUITY			
Share capital	11	2,430,422	2,430,422
Statutory reserve		206,865	206,865
General reserve		112,644	112,644
Fair value reserve		1,357	515
Accumulated losses		(299,143)	(315,744)
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK		**2,452,145**	**2,434,702**
Non-controlling interest	12	43,357	43,384
TOTAL EQUITY		**2,495,502**	**2,478,086**
TOTAL LIABILITES AND EQUITY		**24,267,045**	**21,483,795**
COMMITMENTS AND CONTINGENT LIABILIITES		**4,315,867**	**4,360,138**

These condensed consolidated interim financial statements were approved and authorised for issue by the Board of Directors on 24 April 2012 and signed on its behalf by:

Chairman **Chief Executive Officer**

The attached notes 1 to 18 form an integral part of these condensed consolidated interim financial statements.

The independent auditors' review report is set out on page 1.

Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME (UN-AUDITED)

For the three months period ended 31 March 2012

	Note	For the three months period ended 31 March 2012 AED'000	2011 AED'000
INCOME			
Income from financing activities, net		165,047	191,800
Income/(loss) from investment securities, net		13,408	(4,698)
Income from Group Holding Company, net		58,453	100,120
Property related income, net		11,348	3,953
Commission and fee income, net		63,527	55,710
Other operating income, net		7,965	6,173
TOTAL INCOME		**319,748**	**353,058**
EXPENSES			
General and administrative expenses		(90,229)	(99,147)
Depreciation of investment properties		(6,468)	(6,269)
TOTAL EXPENSES		**(96,697)**	**(105,416)**
NET OPERATING INCOME BEFORE ALLOWANCES FOR IMPAIRMENT AND DISTRIBUTIONS		**223,051**	**247,642**
Allowances for impairment, net of recoveries		(121,077)	(108,507)
NET OPERATING INCOME AFTER ALLOWANCES FOR IMPAIRMENT		**101,974**	**139,135**
Customers' share of profit and distribution to sukuk holders		(85,400)	(159,203)
NET PROFIT/(LOSS) FOR THE PERIOD		**16,574**	**(20,068)**
Attributable to:			
Equity holders of the Bank		16,601	(20,041)
Non-controlling interest		(27)	(27)
NET PROFIT/(LOSS) FOR THE PERIOD		**16,574**	**(20,068)**
Earnings/(loss) per share (Dirham)	13	0.007	(0.008)

The attached notes 1 to 18 form an integral part of these condensed consolidated interim financial statements.

The independent auditors' review report is set out on page 1.

Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
For the three months period ended 31 March 2012

	For the three months period ended 31 March	
	2012	**2011**
	AED'000	**AED'000**
NET PROFIT/(LOSS) FOR THE PERIOD	**16,574**	**(20,068)**
Other comprehensive income - Cumulative changes in fair value reserve	842	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD	**17,416**	**(20,068)**
Attributable to:		
Equity holders of the Bank	17,443	(20,041)
Non-controlling interest	(27)	(27)
	17,416	**(20,068)**

The attached notes 1 to 18 form an integral part of these condensed consolidated interim financial statements.
The independent auditors' review report is set out on page 1.

Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

For the three months period ended 31 March 2012

	ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK						Non-controlling interest	Total equity
	Share capital	Statutory reserve	General reserve	Fair value reserve	(Accumulated losses) / Retained Earnings	Total		
	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000	AED'000
As at 1 January 2012	2,430,422	206,865	112,644	515	(315,744)	2,434,702	43,384	2,478,086
Net profit for the period	-	-	-	-	16,601	16,601	(27)	16,574
Other comprehensive income for the period	-	-	-	842	-	842	-	842
As at 31 March 2012	**2,430,422**	**206,865**	**112,644**	**1,357**	**(299,143)**	**2,452,145**	**43,357**	**2,495,502**
As at 1 January 2011	2,430,422	206,865	112,644	-	86,804	2,836,735	90,441	2,927,176
Net loss for the period	-	-	-	-	(20,041)	(20,041)	(27)	(20,068)
Other comprehensive income for the period	-	-	-	-		-	-	-
As at 31 March 2011	**2,430,422**	**206,865**	**112,644**	**-**	**66,763**	**2,816,694**	**90,414**	**2,907,108**

The attached notes 1 to 18 form an integral part of these condensed consolidated interim financial statements.
The independent auditors' review report is set out on page 1.

Emirates Islamic Bank (PJSC)

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the three months period ended 31 March 2012

	For the three months period ended 31 March	
	2012	**2011**
OPERATING ACTIVITIES	**AED'000**	**AED'000**
Net profit/(loss) for the period	16,574	(20,068)
Adjustments:		
Allowances for impairment on financing receivables, net	107,677	82,759
Allowances for impairment on investments, net	13,400	15,248
Allowances for impairment on investment properties	-	10,500
Dividend income	(2,537)	(8,868)
Gain on sale of investments	(1,442)	-
Unrealised loss on fair value of investment securities through profit and loss	701	24,615
Depreciation on investment properties	6,468	6,269
Depreciation on fixed assets	5,013	5,369
Operating profit before changes in operating assets and liabilities	**145,854**	**115,824**
Changes in reserve with U.A.E Central Bank	5,107	35,484
Changes in due from Group Holding Company	(619,825)	585,401
Changes in financing receivables	(157,481)	420,383
Changes in prepayments and other assets	(117,009)	(18,947)
Changes in customers' accounts	960,392	464,995
Changes in due to banks' investment wakala accounts	-	(2,096,300)
Changes in other liabilities	(27,273)	(106,876)
Zakat paid	(1,053)	(11,704)
Net cash generated from / (used in) operating activities	**188,712**	**(611,740)**
INVESTING ACTIVITIES		
Redemptions of investment securities', net	(324,268)	14,345
Proceeds from sale of investment securities	23,750	-
Dividend income received	2,537	8,868
Changes in investment properties	(6,799)	(1,112)
Changes in fixed assets, net	(1,416)	(3,953)
Net cash (used in) / generated from investing activities	**(306,196)**	**18,148**
FINANCING ACTIVITIES		
Sukuk payable	1,836,500	-
Net cash generated from financing activities	**1,836,500**	**-**
Net change in cash and cash equivalents	**1,719,016**	**(593,592)**
Cash and cash equivalents at the beginning of the period	2,741,459	7,381,885
Cash and cash equivalents at the end of the period	**4,460,475**	**6,788,293**

The attached notes 1 to 18 form an integral part of these condensed consolidated interim financial statements.

The independent auditors' review report is set out on page 1.

1 LEGAL STATUS AND ACTIVITIES

Emirates Islamic Bank formerly Middle East Bank (the "Bank") was incorporated by a decree of His Highness the Ruler of Dubai as a conventional Bank with limited liability in the Emirate of Dubai on 3rd of October 1975. The Bank was re-registered as a Public Joint Stock Company in July 1995 and is regulated by Central Bank of United Arab Emirates.

At an extraordinary general meeting held on 10th of March 2004, a resolution was passed to transform the Bank's activities to be in full compliance with the Islamic Sharia'. The entire process was completed on 9th of October 2004 (the "Transformation Date") when the Bank obtained UAE Central Bank and other UAE authorities' approvals.

The Bank is a subsidiary of Emirates NBD PJSC, Dubai (the "Group Holding Company"). The ultimate parent company of the Group Holding Company is Investment Corporation of Dubai, the company in which the Government of Dubai is the major shareholders. The Bank is listed at Dubai Financial Market.

In addition to its head office in Dubai, the Bank operates through 33 branches in the UAE. The Financial Statements combine the activities of the Bank's head office and its branches and the following two subsidiaries (together referred as "the Group").

	Date of incorporation & country	**Principal activity**	**Ownership %**
Emirates Islamic Financial Brokerage Co. LLC	26 April 2006, UAE	Financial brokerage services	100%
Ithmar Real Estate Development Co. PSC	9 June 2008, UAE	Real estate holding and trust companies	40%

The Bank exercises the controls on the management of Ithmar Real Estate Development Co. PSC through holding the majority of votes of its Board of Directors.

The Bank provides full commercial and banking services and offers a variety of products through Islamic financing and investing instruments in accordance with Islamic Sharia.

The Bank's registered office address is P.O. Box 6564, Dubai, United Arab Emirates.

2 BASIS OF PREPARATION

a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, 'Interim Financial Reporting'. They do not include all the information required for full annual consolidated financial statements and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31 December 2011.

The Condensed consolidated interim financial statements have been presented in UAE Dirham (the official currency of the group) rounded to the nearest thousand.

2 BASIS OF PREPARATION *(continued)*

b) Basis of measurement

The condensed consolidated interim financial statements have been prepared under the historical cost convention except for the following which are measured at fair value:-
- Financial assets at fair value through profit or loss.
- Financial assets available for sale.

c) Significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its most recent audited annual consolidated financial statements for the year ended 31 December 2011.

d) Judgments and estimates

The preparation of consolidated financial statements in conformity with IFRS requires the management to use certain critical accounting estimates. It also requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2011.

e) Financial risk management

The Group's financial risk management objectives, policies and procedures are consistent with those disclosed in the audited consolidated financial statements for the year ended 31 December 2011.

3 DUE FROM BANKS

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Due from local banks	25	24
Due from foreign banks	86,090	89,217
	86,115	**89,241**

4 DUE FROM GROUP HOLDING COMPANY, NET

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Murabaha	7,516,453	4,725,326
Wakala	(1,678,195)	(1,256,365)
Deposit exchange (profit free), net	19,753	50,000
Other balances	89,566	18,170
	5,947,577	**3,537,131**

5 FINANCING RECEIVABLES

Murabaha	5,431,039	5,117,074
Ijarah	5,834,591	5,941,482
Istisna'a	1,090,595	1,087,428
Financing Wakala	1,725,659	1,746,843
Musharaka	193,521	200,000
Mudarabah	73,460	73,460
Secured Overdrafts	163,179	183,855
Credit card receivables	558,208	569,020
	15,070,252	14,919,162
Less: Deferred income	(592,176)	(598,567)
Less: Allowances for impairment	(1,459,231)	(1,351,554)
	13,018,845	**12,969,041**

5 FINANCING RECEIVABLES (continued)

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Analysis by Economic Activity		
Agriculture and related activities	13,483	457
Manufacturing	415,297	377,305
Construction	455,251	515,458
Trade	817,416	853,909
Transportation and communication	161,532	162,886
Services	1,140,034	1,048,554
Personal	6,051,942	5,782,305
Real estates	4,440,780	4,455,436
Financial institutions	1,290,890	1,331,109
Others	283,627	391,743
	15,070,252	14,919,162
Less: Deferred income	(592,176)	(598,567)
Less: Allowances for impairment	(1,459,231)	(1,351,554)
	13,018,845	**12,969,041**
Movements in allowances for specific impairment:		
Balance at the beginning of the period/year	1,007,566	580,485
Allowances for impairment made during the period/year	65,052	446,680
Recoveries/write backs during the period/year	(3,059)	(19,599)
Balance at the end of the period/year	**1,069,559**	**1,007,566**
Movements in allowances for collective impairment:		
Balance at the beginning of the period/year	343,988	241,848
Allowances for impairment made during the period/year	45,684	102,140
Balance at the end of the period/year	**389,672**	**343,988**
	1,459,231	**1,351,554**

6 INVESTMENTS

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Fair value through profit or loss		
Equity shares	78,309	90,283
	78,309	90,283
Available-for-sale		
Equity shares	677,036	677,036
Funds	867,468	869,479
Sukuks	277,798	53,766
	1,822,302	1,600,281
Held-to-maturity		
Sukuks	779,290	687,236
	2,679,901	2,377,800
Less: Allowance for impairment	(193,609)	(180,209)
	2,486,292	**2,197,591**
Investment securities comprise:		
Quoted	488,822	184,709
Unquoted	1,997,470	2,012,882
	2,486,292	**2,197,591**
Investments located at:		
Investments within UAE	1,604,752	1,620,864
Investments outside UAE	881,540	576,727
	2,486,292	**2,197,591**
Movements in allowances for impairment:		
Balance at the beginning of the period/year	180,209	125,796
Allowances for impairment made during the period/year	13,400	54,413
Balance at the end of the period/year	**193,609**	**180,209**

7 INVESTMENTS PROPERTIES

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Balance at the beginning of the period/year	1,528,270	1,510,072
Addition during the period/year	6,799	22,578
Transfer to fixed assets /other assets	-	(4,380)
	1,535,069	1,528,270
Less: Accumulated depreciation	(74,141)	(67,673)
Less: Allowances for impairment	(349,280)	(349,280)
	1,111,648	**1,111,317**
Investment properties comprise:		
Lands	521,873	521,873
Buildings, net	589,775	589,444
Balance at the end of the period/year	**1,111,648**	**1,111,317**
Movements in allowances for impairment:		
Balance at the beginning of the period/year	349,280	149,625
Allowances for impairment made during the period/year	-	199,655
Balance at the end of the period/year	**349,280**	**349,280**

The management assessed that the fair value of the investment properties has not materially changed as compared to the fair value as of 31 December 2011.

All investment properties are located within the United Arab Emirates.

8 CUSTOMERS' ACCOUNTS

	Un-audited 31 March AED'000	Audited 31 December AED'000
Current accounts	4,476,915	4,202,644
Saving accounts	1,715,015	1,710,536
Investment accounts	7,847,360	8,015,538
Wakala accounts	3,946,209	3,099,326
Margins	100,045	97,108
	18,085,544	**17,125,152**
Customers' accounts concentrated as follows:		
Resident customer accounts	17,597,336	16,617,431
Non-Resident customer accounts	488,208	507,721
	18,085,544	**17,125,152**

9 SUKUK PAYABLE

The Bank, through a Sharia'a compliant sukuk financing arrangement, raised a US Dollar denominated medium term finance amounting to AED 1,836,500,000 (USD 500,000,000).

The sukuk is listed on the London Stock Exchange. The terms of the arrangement include transfer of certain identified assets (the "Co Owned Assets") of the Bank to a sukuk company, EIB Sukuk Company Limited – (the "Issuer"), formed for the issuance of sukuk. In substance, the co-owned assets remain in control of the Bank, accordingly these assets continue to be recognized by the Bank. In case of any delinquencies, the Holding Company has provided an undertaking to make good all losses to the sukuk holders. The sukuk will be due for maturity during January 2017. The assets are in the control of the Bank and shall continue to be serviced by the Bank. The sukuk certificates mature during January 2017.

The Issuer will pay the semi-annually distribution amount from returns received in respect of the Co Owned Assets. Such proceeds are expected to be sufficient to cover the semi-annually distribution amount payable to the sukuk holders on the semi-annual distribution dates. Upon maturity of the sukuk, the Bank has undertaken to repurchase the assets at the exercise price.

The sukuks bear a fixed profit rate payable to the investors at the rate of 4.718% per annum. Such profits are payable on a semi-annual basis.

10 INVESTMENT WAKALA

The Bank has received funds, on Wakala basis, aggregating to AED 1,081,872,000 in December 2008 from the Ministry of Finance, Government of UAE, payable after five years (extendable up to seven years), subject to certain conditions as per the Wakala agreement and carries profit rate of 4.5% (2011: 4.5%).

11 SHARE CAPITAL

The Bank has authorised share capital of AED 3,000,000,000 and paid up capital of AED 2,430,422,000 (31 December 2011: AED 2,430,422,000).

12 NON-CONTROLLING INTEREST

Non-controlling interest of AED 43,357,000 as at 31 March 2012 (31 December 2011: AED 43,384,000) represents the 60% of shares of Ithmar Real Estate Development Co. not owned by the Bank (note 1).

13 EARNINGS/(LOSS) PER SHARE

The calculation of earnings per share is based on profit of AED 16,574,000, for the three month period ended 31 March 2012 (31 March 2011: loss of AED 20,068,000) divided by the weighted average number of shares of 2,430,422,000 (31 March 2011: 2,430,422,000).

No figures for diluted earnings per share have been presented as the Group has not issued any instruments which would have an impact on earnings per share when exercised.

14 RELATED PARTY TRANSACTIONS

The ultimate parent of the Group is Investment Corporation of Dubai (55.6%), a company in which the Government of Dubai is the majority shareholder.

Customer accounts and financing to Government related entities other than those that have been individually disclosed amounts to 12.92% and 4.12% of the total customer accounts and financing receivables of the Group respectively.

These entities are independently run business entities, and all the financial dealings with the Group are on an agreed basis.

The Group has also entered into transactions with certain other related parties who are non government related entities. Such transactions were also made on substantially the same terms, including profit rates and collaterals, as those prevailing at the same time for comparable transactions with third parties and do not involve more than a normal amount of risk.

Related party transactions are as follows:

	For the three months period ended 31 March	
	2012	**2011**
	AED'000	**AED'000**
Condensed consolidated interim statement of income		
Loss from funds managed by Group Holding Company, net of dividend	-	(10,672)
Income from Group Holding Company, net	58,453	100,120
Key management personnel compensations	(6,262)	(6,068)
Key management personnel compensations - retirements benefits	(86)	(94)

	Un-audited 31 March 2012	Audited 31 December 2011
	AED'000	**AED'000**
Condensed consolidated interim statement of financial position		
Due from Group Holding Company, net (Note 4)	5,947,577	3,537,131
Financing receivables - Directors & affiliates	8,321	8,394
Financing receivables - Key management personnel & affiliates	24,614	33,416
Current and Investment accounts - Directors	70	6
Current and Investment accounts - Key management personnal	15,781	14,142
Investment in Government of Dubai Sukuk	55,095	55,095
Sale of investments to Group Holding Company	-	378,797

15 OPERATING SEGMENT

The Bank's activities comprise the following main business segments:

Corporate and Investment
Within this business segment, the Bank provides to corporate customers a range of products and services and accepts their deposits. This segment invests in investment securities, Sukuk, Funds and Real Estate.

Retail
Retail segment provides a wide range of products and services to individuals and accepts their deposits.

Treasury
This segment mainly includes Murabaha deals with Emirates NBD PJSC.

15 OPERATING SEGMENT (continued)

	Corporate & Investment		Retail		Treasury		Total	
	For the three months period ended 31 March		For the three months period ended 31 March		For the three months period ended 31 March		For the three months period ended 31 March	
	2012 AED'000	2011 AED'000	2012 AED'000	2011 AED'000	2012 AED'000	2011 AED'000	2012 AED'000	2011 AED'000
Consolidated statement of income								
Segment income	139,335	142,089	69,849	62,786	58,454	100,121	267,638	304,996
Inter segment wakala income	(24,850)	(20,179)	44,994	80,369	(20,144)	(60,190)	-	-
Commission, Fees & Other Income	17,895	17,643	34,603	28,460	(388)	1,959	52,110	48,062
Total income	**132,380**	**139,553**	**149,446**	**171,615**	**37,922**	**41,890**	**319,748**	**353,058**
General and administrative expenses	(31,220)	(31,889)	(66,514)	(64,458)	7,505	(2,800)	(90,229)	(99,147)
Depreciation of investment properties	(6,468)	(6,269)	-	-	-	-	(6,468)	(6,269)
Total expenses	**(37,688)**	**(38,158)**	**(66,514)**	**(64,458)**	**7,505**	**(2,800)**	**(96,697)**	**(105,416)**
Net operating income	**94,692**	**101,395**	**82,932**	**107,157**	**45,427**	**39,090**	**223,051**	**247,642**
Allowances for impairment, net of recoveries	(113,448)	(84,238)	(7,629)	(24,269)	-	-	(121,077)	(108,507)
	(18,756)	**17,157**	**75,303**	**82,888**	**45,427**	**39,090**	**101,974**	**139,135**
Customers' share of profit and distribution to sukuk holders	(29,228)	(80,143)	(38,122)	(79,060)	(18,050)	-	(85,400)	(159,203)
NET PROFIT/(LOSS) FOR THE PERIOD	**(47,984)**	**(62,986)**	**37,181**	**3,828**	**27,377**	**39,090**	**16,574**	**(20,068)**
Attributable to:								
Equity holders of the Bank							16,601	(20,041)
Non-controlling interest							(27)	(27)
NET PROFIT/(LOSS) FOR THE PERIOD							**16,574**	**(20,068)**

15 OPERATING SEGMENT (continued)

	Corporate & Investment		Retail		Treasury		Total	
	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
Consolidated statement of financial position								
Assets								
Segment assets	11,701,540	11,644,028	4,915,126	4,633,920	6,114,315	3,778,208	22,730,981	20,056,156
Central Bank Reserve Requirements	415,290	417,332	622,934	625,999	-	-	1,038,224	1,043,331
Unallocated assets	-	-	-	-	-	-	497,840	384,308
Total Assets	**12,116,830**	**12,061,360**	**5,538,060**	**5,259,919**	**6,114,315**	**3,778,208**	**24,267,045**	**21,483,795**
Liabilities								
Segment liabilities	5,416,381	5,232,402	13,896,029	13,122,097	-	-	19,312,410	18,354,499
Unallocated liabilities	-	-	-	-	-	-	2,459,133	651,210
Total Liabilities	**5,416,381**	**5,232,402**	**13,896,029**	**13,122,097**	**-**	**-**	**21,771,543**	**19,005,709**
Shareholders' equity	-	-	-	-	-	-	2,452,145	2,434,702
Non-Controlling Interest	43,357	43,384	-	-	-	-	43,357	43,384
TOTAL EQUITY	**43,357**	**43,384**	**-**	**-**	**-**	**-**	**2,495,502**	**2,478,086**

16 CAPITAL ADEQUACY RATIO

	Un-audited 31 March 2012 AED'000	Audited 31 December 2011 AED'000
TIER I CAPITAL		
Share capital	2,430,422	2,430,422
Statutory reserve	206,865	206,865
General reserve	112,644	112,644
Accumulated losses	(299,143)	(315,744)
Total tier I capital	**2,450,788**	**2,434,187**
TIER II CAPITAL		
Investment Wakala from the Ministry of Finance	1,081,872	1,081,872
Fair value reserves	1,357	515
Total tier II capital	**1,083,229**	**1,082,387**
CAPITAL BASE	**3,534,017**	**3,516,574**
RISK WEIGHTED ASSETS		
Credit risk, on-balance sheet items	17,916,765	16,952,005
Credit risk, off-balance sheet items	1,966,110	2,030,445
	19,882,875	**18,982,450**
CAPITAL ADEQUACY RATIO (BASEL I)	**17.77%**	**18.53%**

17 INTERIM MEASUREMENT

The nature of the Group's business is such that income earned or expenses incurred are in a manner which is not impacted by any forms of seasonality. These condensed consolidated interim financial statements are prepared based upon an accrual concept, which requires income and expenses for the period to be recorded as earned or incurred in the same period not as received or paid throughout the period.

18 COMPARATIVE FIGURES

Certain prior period figures have been reclassified to conform to the current period's presentation.