بنك دبي الإسلامي
Dubai Islamic Bank

Press Release

Dubai Islamic Bank announces first half 2012 net profit of AED 555 million

- *First half 2012 net revenue stands at AED 1,826 million, up 1.4 per cent year-on-year*
- *Total assets stand at AED 93.9 billion, up 4 per cent compared with the end of 2011*
- *Customer deposits reach AED 68.3 billion, up 5 per cent compared with the end of 2011*
- *Robust capital adequacy ratio of 18.4 per cent*

Dubai, July 31, 2012: Demonstrating continued strong growth, Dubai Islamic Bank (DIB) today announced its financial results for the first half of the year ending June 30, 2012.

Net profit for the first half of 2012 reached AED 555 million, up from AED 552 million in the same period of 2011. For the second quarter of 2012, net profit reached AED 310 million, compared to AED 245 million for the first quarter of 2012, an increase of 27 per cent.

Net revenue for the first half of 2012 increased to AED 1,826 million from AED 1,801 million in the same period of 2011, an increase of 1.4%. For the three months ending June 30, 2012, DIB reported net revenue of AED 923 million, compared to AED 903 million in the first quarter in 2012, an increase of 2 per cent.

As of June 30, 2012, the bank's total assets stood at AED 93.9 billion, compared to AED 90.6 billion at the end of 2011, an increase of 4 per cent. As of June 30, 2012, customer deposits stood at AED 68.3 billion, compared to AED 64.8 billion as of December 31, 2011, an increase of 5 per cent.

For the six months ending June 30, 2012, net funded income reached AED 1,312 million, compared with AED 1,282 million for the first half of 2011, an increase of 2 per cent. Net funded income for the second quarter of 2012 remained consistent at AED 659 million, comparing with AED 653 million for the first quarter of 2012.

As of June 30, 2012, DIB maintained a healthy financing-to-deposit ratio of 78 per cent and robust capital adequacy ratio of 18.4 per cent.

The first half of 2012 also witnessed DIB continue its conservative approach to provisioning with AED 539 million set aside for impairments, compared with AED 500 million in the first half of 2011, further improving the bank's provision coverage ratio. For the second quarter of 2012, DIB set aside AED 241 million for impairments, compared to AED 299 million in the first quarter of the year.

The bank also further diversified its funding base in May when it successfully returned to the International Capital Markets with the issue of a US$ 500 million 5 year Sukuk.

"DIB has been able to achieve sustained profitability while continuing to strengthen its balance sheet," said His Excellency Mohammed Ibrahim Al Shaibani, Director-General of His Highness The Ruler's Court of Dubai and Chairman of Dubai Islamic Bank. "Assisted by a prudent strategy of diversifying our funding sources, DIB remains highly liquid and superbly placed to support the financing needs of the UAE, its economy and its people. Moreover, our recent Sukuk, which was four times oversubscribed, served to underscore investor confidence in the DIB business model."

"Alongside our strong financial performance, the first half of 2012 has been notable for our continued drive to provide customers with the best possible

Islamic Banking experience and products," said Abdulla Al Hamli, Chief Executive Officer of DIB. "With four new branches opened already in 2012, our on-going expansion strategy has brought us even closer to our customers. Yet, it is through alternative banking channels where we have made the most significant advancement. The launch earlier in the year of our exceptional Al Islami Business Online service, a portal enabling companies to access over 75 services at the click of a button, embodies our commitment to being not only the UAE's, but also the region's leading Islamic bank."

The first half of 2012 witnessed a number of significant award wins for DIB, including being named the region's "Best Islamic Bank" at the *Banker Middle East* Industry Awards 2012; and "Best Distance Banking Service" and Best Structured Product" at the *Banker Middle East* Product Awards. The bank won three awards in the "Corporate Finance," "Restructuring" and "Structured Finance" Deal of the Year categories at the *Islamic Finance News* Awards; in addition to being named "Best Islamic Bank, UAE" by *World Finance* magazine. DIB was also named among the "Deals of the Year for 2012" by *The Banker*, a *Financial Times* publication, for its role as the Islamic arranger of a US$800 million Wakala Syndicated Financing for Salik One.

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About Dubai Islamic Bank:
Dubai Islamic Bank (DIB), established in 1975, is the first Islamic bank to have incorporated the principles of Islam in all its practices and is the largest Islamic bank in the UAE. DIB is a public joint stock company, and its shares are listed on the Dubai Financial Market. The bank enjoys a reputation as a leader and innovator in maintaining the quality, flexibility and accessibility of its products and services. The bank currently operates 75 branches in the UAE.

DIB has been proactive in creating partnerships and alliances at both the local and international level. The bank has established DIB Pakistan Limited, a wholly owned subsidiary which has a network of 75 branches across 30 major cities in Pakistan. DIB has also started operations in Jordan, with the establishment of Jordan Dubai Islamic Bank

Alongside its accomplishments as a commercial organisation, DIB has always recognised its wider role in society. The bank supports the communities in which it operates through the DIB Foundation, a non-profit social, humanitarian and charitable organisation which distributes millions of dirhams to good causes at home and abroad each year.

DIB has earned the respect of its peers around the world for many years, and its leading position has been reaffirmed by the 92 local, regional and international accolades that it has won between 2008 and 2012. DIB has won awards across diversified areas, including retail, corporate and investment banking, as well as CSR and consultancy services. The bank's most recent awards include being named "Best Islamic Bank, UAE" by World Finance and Banker Middle East magazines, “Best Distance Banking Service” (Electronic Banking Services) by Banker Middle East, and being named among The Banker’s “Deals of the Year for 2012.”

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