These consolidated financial statements were extracted from the consolidated financial statements on which Ernst & Young issued an unqualified review report dated 27th April 2010.

INTERIM CONSOLIDATED INCOME STATEMENT

	Three months ended 31 March 2010 (Unaudited)	Three months ended 31 March 2009 (Unaudited)
	BD	BD
OPERATING INCOME		
Income from financing contracts	**3,898,053**	3,661,596
Income relating to assets under conversion	**1,290,000**	-
Gains on disposal of investments	**423,873**	9,351,333
Gains on investments designated as fair value through profit or loss	**4,213,208**	2,010,821
Income from investments designated as fair value through profit or loss	**512,238**	289,763
Other operating income	**879,447**	130,038
	11,216,819	15,443,551
Less: Profit paid and payable on Murabaha and Wakala from banks	**(701,572)**	(118,157)
Less: Profit on Wakala from non-banks	**(2,293,742)**	(3,200,350)
Less: Profit on unrestricted investment accounts	**(57,762)**	(30,941)
Less: Expenses arising from liabilities under conversion	**(606,000)**	-
Less: Depreciation on Ijarah Muntahia Bittamleek	**(340,867)**	(1,252,425)
TOTAL OPERATING INCOME	**7,216,876**	10,841,678
OPERATING EXPENSES		
Staff costs	**1,551,473**	1,854,084
Premises and equipment cost	**157,040**	172,055
Depreciation	**289,173**	253,117
Other operating expenses	**1,176,599**	655,393
TOTAL OPERATING EXPENSES	**3,174,285**	2,934,649
PROFIT BEFORE RESULTS OF ASSOCIATE	**4,042,591**	7,907,029
Share of profit from an associate	**8,005**	-
NET PROFIT FOR THE PERIOD	**4,050,596**	7,907,029
Attributable to:		
Equity holders of the Bank	**4,024,142**	7,907,029
Non-controlling interest	**26,454**	-
	4,050,596	7,907,029
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING	**1,497,063,829**	1,260,000,000
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	**2.7**	6.3

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Three months ended 31 March 2010 (Unaudited)	Three months ended 31 March 2009 (Unaudited)
	BD	BD
NET PROFIT FOR THE PERIOD	**4,050,596**	7,907,029
Other comprehensive income:		
Net change in fair value	**462,295**	-
Exchange differences on investment in an associate	**37,290**	(276,568)
Other comprehensive income for the period	**499,585**	(276,568)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**4,550,181**	7,630,461
Attributable to:		
Equity holders of the Bank	**4,478,572**	7,630,461
Non-controlling interest	**71,609**	-
	4,550,181	7,630,461

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Three months ended 31 March 2010 (Unaudited)	Three months ended 31 March 2009 (Unaudited)
	BD	BD
Balance at 1 January	**201,778,303**	172,483,481
Net profit for the period	**4,050,596**	7,907,029
Changes on investment in an associate	**37,290**	(276,568)
Net change in fair value	**462,295**	-
Zakah	**-**	(822,525)
Dividends paid	**(7,128,875)**	(12,000,000)
Balance at 31 March	**199,199,609**	167,291,417

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 March 2010 (Unaudited)	31 December 2009 (Audited)
	BD	BD
ASSETS		
Cash and balances with Central Bank of Bahrain	**118,408,198**	126,739,202
Central Bank of Bahrain Sukuk	**33,890,695**	32,907,875
Murabaha receivables from banks	**142,011,265**	149,303,782
Corporate Sukuk	**22,814,096**	16,949,546
Murabaha and Mudaraba receivables	**109,293,638**	87,273,825
Ijarah Muntahia Bittamleek	**44,215,761**	46,314,651
Musharaka financing	**5,808,639**	5,384,369
Assets under conversion	**82,079,000**	98,305,000
Non-trading investments	**189,356,438**	184,679,822
Investment in an associate	**7,704,350**	7,659,055
Investment properties	**3,342,319**	1,177,528
Receivables and prepayments	**12,250,916**	26,902,192
Premises and equipment	**2,125,487**	2,337,436
TOTAL ASSETS	**773,300,802**	785,934,283
LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY		
LIABILITIES		
Murabaha and Wakala payables to banks	**90,191,655**	89,397,722
Wakala from non-banks	**298,796,837**	317,369,585
Customers' current accounts	**52,739,534**	32,699,944
Liabilities under conversion	**99,283,000**	120,402,000
Other liabilities	**17,861,932**	14,877,262
TOTAL LIABILITIES	**558,872,958**	574,746,513
UNRESTRICTED INVESTMENT ACCOUNTS	**15,228,235**	9,409,467
EQUITY		
Share capital	**149,706,383**	142,577,508
Reserves and retained earnings	**45,834,960**	41,356,388
Proposed appropriations	**-**	14,257,750
Total equity attributable to shareholders of the Bank	**195,541,343**	198,191,646
Non-controlling interest	**3,658,266**	3,586,657
TOTAL EQUITY	**199,199,609**	201,778,303
TOTAL LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY	**773,300,802**	785,934,283

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Three months ended 31 March 2010 (Unaudited)	Three months ended 31 March 2009 (Unaudited)
	BD	BD
Net cash (used in) from operating activities	**(13,961,200)**	5,855,705
Net cash used in investing activities	**(2,242,015)**	(145,939)
Net cash used in financing activities	**(1,310,107)**	(5,295,416)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**(17,513,322)**	414,351
Cash and cash equivalents at 1 January	**258,557,278**	156,204,000
CASH AND CASH EQUIVALENTS AT 31 MARCH	**241,043,956**	156,618,351

These interim consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on 27 April 2010.

Mohamed Alabbar
Chairman

Yousif Taqi
Director & CEO