

MASHREQBANK PSC GROUP
CONSOLIDATED BALANCE SHEETS

	30/9/2002 (Unaudited) AED'000	31/12/2001 (Audited) AED'000	30/9/2001 (Unaudited) AED'000
<u>ASSETS</u>			
Cash and deposits with Central Banks	2,817,083	5,895,498	5,285,716
Deposits and balances due from banks	3,401,699	3,768,300	2,684,963
Advances to customers less provisions	12,229,249	10,462,745	10,359,946
Interest receivable and other assets	437,259	456,215	445,455
Investments in securities	2,662,964	1,792,378	1,731,644
Investment property	111,767	111,767	111,767
Fixed assets	185,770	213,117	218,024
TOTAL ASSETS	21,845,791	22,700,020	20,837,515
<u>LIABILITIES</u>			
Deposits from customers	14,952,896	16,111,790	15,023,795
Deposits and balances due to banks	2,678,793	2,666,013	2,029,103
Long-term loans	58,734	62,904	67,975
Interest payable and other liabilities	688,319	641,247	633,388
Insurance and life assurance funds	99,119	77,254	81,796
Total Liabilities	18,477,861	19,559,208	17,836,057
Minority Interest	130,454	110,686	106,284
<u>SHAREHOLDERS' FUNDS</u>			
Share capital	715,864	715,864	715,864
Statutory and legal reserves	362,324	362,324	361,769
General reserve	312,000	312,000	312,000
Retained earnings	1,852,525	1,476,656	1,586,039
Cumulative translation adjustment	120,515-	121,199-	124,298-
Cumulative changes in fair value	115,278	69,722	43,800
	3,237,476	2,815,367	2,895,174
Proposed dividend	-	214,759	-
Total shareholders' funds	3,237,476	3,030,126	2,895,174
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	21,845,791	22,700,020	20,837,515
<u>CONTRA ACCOUNTS (MEMORANDA)</u>	9,424,626	8,093,116	7,676,699

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CONSOLIDATED STATEMENT OF NET INCOME AND RETAINED EARNINGS

	30/9/2002 (Unaudited) AED'000	30/9/2001 (Unaudited) AED'000
Interest income	802,841	1,099,464
Interest expense	303,203-	634,859-
Net interest income	499,638	464,605
Net commission income	122,830	100,621
Other income	288,746	278,223
	911,214	843,449
General and administrative expenses	363,458-	363,591-
Provisions for loans & advances, investments & others	140,000-	160,466-
Income before taxes and minority interest	407,756	319,392
Income taxes	20,000-	9,754-
Net profit before minority interest	387,756	309,638
Minority interest	11,887-	9,827-
Net income for the period	375,869	299,811
EARNINGS PER SHARE	AED 52.51	AED 41.88

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STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (Unaudited) FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2002

	Share Capital AED'000	Statutory and legal Reserve AED'000	General Reserve AED'000	Retained Earnings AED'000	Proposed Dividend AED'000	Cumulative translation adjustment AED'000	Cumulative change in fair value AED'000	Total AED'000
Balance at January 1, 2001	715,864	361,769	312,000	1,286,228	157,490	121,826-	-	2,711,525
Effect of implementation of IAS 39 at January 1, 2001	-	-	-	109,086	-	-	-	109,086
Effect of implementation of IAS 40 at January 1, 2001	-	-	-	15,775	-	-	-	15,775
Transfer to cumulative changes in fair value of investm	-	-	-	15,775-	-	-	15,775	-
Transfer of cumulative changes in fair value of securitie	-	-	-	109,086-	-	-	109,086	-
Change in fair value of investment during the period	-	-	-	-	-	-	57,058-	57,058-
Net income for the period	-	-	-	299,811	-	-	-	299,811
Dividend paid	-	-	-	-	157,490-	-	-	157,490-
Overseas entities' translation adjustment	-	-	-	-	-	2,472-	-	2,472-
Minority interest in cumulative change	-	-	-	-	-	-	24,003-	24,003-
Balance at September 30, 2001	715,864	361,769	312,000	1,586,039	0	124,298-	43,800	2,895,174
Balance at January 1, 2002	715,864	362,324	312,000	1,476,656	214,759	121,199-	69,722	3,030,126
Cumulative changes in fair value	-	-	-	-	-	-	60,708	60,708
Net income for the period	-	-	-	375,869	-	-	-	375,869
Dividend paid	-	-	-	-	214,759-	-	-	214,759-
Overseas entities' translation adjustment	-	-	-	-	-	684	-	684
Minority interest in cumulative change	-	-	-	-	-	-	15,152-	15,152-
Balance at September 30, 2002	715,864	362,324	312,000	1,852,525	-	120,515-	115,278	3,237,476