BANK

Arab Emirates Investment Bank P.J.S.C., Dubai
BALANCE SHEET
As of 31 March 2006

	Un-Audited	Un-Audited	Audited
	31-03-2006	**31-03-2005**	**31-12-2005**
	AED	**AED**	**AED**
ASSETS			
Cash and balances with Central bank	2,158,365	4,495,206	1,598,762
Due from banks	25,821,819	24,610,305	35,098,113
Loans and advances	17,496,970	30,537,034	10,251,975
Investments	561,726,256	538,911,292	590,009,547
Fixed assets	447,768	606,574	501,668
Other assets	14,591,528	5,651,480	3,124,776
Total Assets	**622,242,706**	**604,811,891**	**640,584,841**
LIABILITIES AND SHAREHOLDERS' EQUITY			
LIABILITIES			
Due to Banks	100,441,696	66,365,000	42,190,500
Customer deposits	166,582,051	197,948,309	202,301,288
Other liabilities	4,718,459	9,447,045	3,214,391
Total Liabilities	**271,742,206**	**273,760,354**	**247,706,179**
SHAREHOLDERS' EQUITY			
Share capital	40,852,400	40,852,400	40,852,400
Legal reserve	14,735,324	12,163,437	14,258,031
Special reserve	7,038,172	4,466,286	6,560,880
Cumulative changes in fair values	245,711,592	248,313,040	292,862,678
Retained eranings	31,949,912	25,256,374	28,131,573
Proposed Cash Dividend	6,127,860	-	6,127,860
Proposed Scrip Dividend	4,085,240	-	4,085,240
Total Shareholders' Equity	**350,500,500**	**331,051,537**	**392,878,662**
Total Liabilities and Shareholders' Equity	**622,242,706**	**604,811,891**	**640,584,841**

BANK

Arab Emirates Investment Bank P.J.S.C., Dubai
INCOME STATEMENT
AS OF 31-03-2006

	Un-Audited	Un-Audited	Audited
	31-03-2006 AED	**31-03-2005** AED	**31-12-2005** AED
Interest income	417,060	467,532	2,156,081
Income from Investments	8,022,384	5,784,889	33,883,709
	8,439,444	6,252,421	36,039,790
Interest expense	(2,959,785)	(1,849,134)	(8,041,555)
NET INTEREST AND INCOME FROM	**5,479,659**	**4,403,287**	**27,998,235**
Other income	599,087	163,592	1,325,341
OPERATING INCOME	**6,078,746**	**4,566,879**	**29,323,576**
General and administrative expenses	(1,232,462)	(1,161,505)	(4,755,579)
Other expenses	(73,361)	(63,969)	(280,645)
	(1,305,823)	(1,225,474)	(5,036,224)
NET PROFIT FOR THE PERIOD	**4,772,923**	**3,341,405**	**24,287,352**
Earning per Share - Annualized	**46.73**	**32.72**	**59.08**

BANK

ARAB EMIRATES INVESTMENT BANK P.J.S.C.
STATEMENT OF CASH FLOWS
As of 31-03-2006

	Un-Audited 31-03-2006 AED	Un-Audited 31-03-2005 AED	Audited 31-12-2005 AED
OPERATING ACTIVITIES			
Net profit for the period	4,772,923	3,341,405	24,287,352
Adjustments for:			
Depreciation	53,900	43,569	208,891
Gain on Sale of Fixed Assets	-	-	(600)
	4,826,823	3,384,974	24,495,643
Operating profit before changes in operating assets and liabilities			
Due from banks	(10,800)	(10,800)	-
Loan and advances	(7,244,995)	(10,735,618)	9,549,441
Other assets	(11,466,752)	(1,352,286)	1,174,418
Purchase of securities, net of maturities	(18,867,794)	(14,519,401)	(24,586,476)
Customer's deposits	(35,719,237)	(19,105,630)	(14,752,653)
Other liabilities	1,504,068	4,826,108	(1,406,546)
Net cash from operating activities	(66,978,687)	(37,512,653)	(5,526,173)
INVESTNG ACTIVITIES			
Purchase of fixed assets	-	(150,298)	(210,714)
Proceeds from sale of fixed assets	-	-	600
Net cash used in investing activities	-	(150,298)	(210,114)
FINANCING ACTIVITIES			
Dividend paid	-	(4,902,288)	(4,902,288)
Directors'fee	-	-	(150,000)
Net cash used in financing activities	-	(4,902,288)	(5,052,288)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(66,978,687)	(42,565,239)	(10,788,575)
Cash and cash equivalents at 1 January	(5,493,625)	5,294,950	5,294,950
CASH AND CASH EQUIVALENTS	(72,472,312)	(37,270,289)	(5,493,625)
Cash and cash equivalents comprise the following Balance sheet amounts:-			
Cash and balances with the Central Bank	2,158,365	4,495,206	1,598,762
Deposits and other balances due from banks maturing within three months	25,811,019	24,599,505	35,098,113
Due to banks within three months	(100,441,696)	(66,365,000)	(42,190,500)
	(72,472,312)	(37,270,289)	(5,493,625)