



INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 SEPTEMBER 2009 (UNAUDITED)

CONSOLIDATED BALANCE SHEET

AT 30 SEPTEMBER 2009 (UNAUDITED)

	Reviewed 30 September 2009	Audited 30 June 2009
	US\$ '000	US\$ '000
ASSETS		
Cash and short term funds	189,494	191,199
Receivables	1,436,781	1,562,482
Investments	2,590,056	2,562,891
Other assets	56,994	55,716
TOTAL ASSETS	4,273,325	4,372,288
LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY		
LIABILITIES		
Due to financial and other institutions	1,340,505	1,338,937
Medium-term financing facility	1,091,017	1,091,120
Other liabilities	72,441	111,340
Total liabilities excluding unrestricted investment accounts	2,503,963	2,541,397
Unrestricted investment accounts	171,707	232,296
	2,675,670	2,773,693
EQUITY		
Share capital and premium	1,086,911	879,177
Share subscription pending allotment	4,814	185,209
Reserves	505,930	534,209
	1,597,655	1,598,595
TOTAL LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY	4,273,325	4,372,288

CONSOLIDATED STATEMENT OF INCOME

FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2009 (UNAUDITED)

	Reviewed Three month period from 1 July to 30 September 2009	Reviewed Three month period from 1 July to 30 September 2008
	US\$'000	US\$'000
TOTAL INCOME	91,505	54,526
Net funding cost	(28,782)	(29,446)
NET OPERATING INCOME	62,723	25,080
OPERATING EXPENSES		
Staff compensation and benefits	(19,710)	(21,488)
General and administration expenses	(11,355)	(20,196)
	(31,065)	(41,684)
NET INCOME/(LOSS) BEFORE FAIR VALUE ADJUSTMENTS AND ALLOWANCES	31,658	(16,604)
Fair value adjustments	(12,854)	28,746
Allowance for doubtful commodity Murabaha receivables	(50,000)	-
NET INCOME/(LOSS FOR THE PERIOD)	(31,196)	12,142

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2009 (UNAUDITED)

	Reviewed Three month period from 1 July to 30 September 2009	Reviewed Three month period from 1 July to 30 September 2008
	US\$'000	US\$'000
Net income/(loss) for the period	(31,196)	12,142
Adjustments for non-cash items	65,771	(27,388)
Operating income/(loss) before changes in operating assets and liabilities	34,575	(15,246)
Net changes in operating assets and liabilities	(8,582)	(651,805)
Net cash used in operating activities	25,993	(667,051)
Net cash used in financing activities	(27,698)	(102,369)
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	(1,705)	(769,420)
Cash and cash equivalents at beginning of the period	191,199	1,304,559
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	189,494	535,139

These statements are extracted from the reviewed Interim Condensed Consolidated Financial Statements of Arcapita Bank B.S.C (c) as at 30 September 2009.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2009 (UNAUDITED)

	Share Capital and Premium				Reserves	Share subscription pending allotment	Proposed dividend	Total equity
	Share capital	Share premium	Bank funded employee shares	Total share capital & premium				
	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$'000	US\$ '000	US\$ '000
Balance at 1 July 2009	282,243	765,155	(168,221)	879,177	534,209	185,209	-	1,598,595
Net loss for the period	-	-	-	-	(31,196)	-	-	(31,196)
Share subscription received	-	-	-	-	-	32,891	-	32,891
Issue of shares	28,438	184,848	-	213,286	-	(213,286)	-	-
Share-based compensation expense	-	-	-	-	2,917	-	-	2,917
Net movement in unallocated employee shares	-	-	(5,552)	(5,552)	-	-	-	(5,552)
Balance at 30 September 2009	310,681	950,003	(173,773)	1,086,911	505,930	4,814	-	1,597,655
Balance at 1 July 2008	225,474	416,047	(15,967)	625,554	614,063	100,000	90,190	1,429,807
Net income for the period	-	-	-	-	12,142	-	-	12,142
Issue of shares	6,769	109,408	-	116,177	-	(100,000)	-	16,177
Share-based compensation expense	-	-	-	-	1,358	-	-	1,358
Dividends paid	-	-	-	-	-	-	(90,190)	(90,190)
Balance at 30 September 2008	232,243	525,455	(15,967)	741,731	627,563	-	-	1,369,294