

Financial Results

December 2007

Consolidated Balance Sheet

	2007 BD 000	2006 BD 000
ASSETS		
Cash and balances with banks and Central Bank of Bahrain	23,640	21,383
Murabaha and Mudaraba contracts with banks	80,685	66,654
Murabaha, Musharaka, Istisna'a and Ijarah Muntahia Bittamleek contracts relating to customers	276,061	161,956
Receivables and prepayments and other assets	40,658	11,268
Investments	141,872	83,063
Investment in associates	41,356	15,385
Investment properties	105,097	27,623
Goodwill and intangibles	6,927	2,508
Premises and equipment	18,995	13,204
TOTAL ASSETS	735,291	403,044
LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY		
LIABILITIES		
Murabaha contracts with banks	77,329	110,366
Murabaha contracts with non-banks	287,269	99,345
Customers' current accounts	107,150	46,549
Other liabilities	46,191	12,875
	517,939	269,135
Unrestricted Investment Accounts	53,091	44,375
EQUITY ATTRIBUTABLE TO SHARE HOLDERS OF THE BANK		
Share capital	70,016	44,560
Share premium	15,040	760
Statutory reserve	8,238	5,098
General reserve	20,173	13,800
Investment revaluation reserve	22,390	12,058
Retained earnings	17,925	10,827
	153,782	87,103
MINORITY INTEREST	10,479	2,431
	164,261	89,534
TOTAL LIABILITIES, UNRESTRICTED INVESTMENT ACCOUNTS AND EQUITY	735,291	403,044
RESTRICTED INVESTMENT ACCOUNTS	66,066	19,109
CREDIT COMMITMENTS AND CONTINGENT ITEMS	59,372	31,003

Consolidated Statement of Income

	2007 BD 000	2006 BD 000
Income from investment activities	29,908	28,180
Income from retail and corporate banking activities	25,863	17,819
Share of income of associates	14,173	512
Other income	2,049	864
	71,993	47,375
Less: Profit on Murabaha contracts	14,639	9,039
	57,354	38,336
Staff costs	8,106	6,438
Depreciation	1,871	1,493
Provisions	3,233	2,284
Other operating expenses	9,812	6,158
	23,022	16,373
NET INCOME BEFORE PROFIT ON UNRESTRICTED INVESTMENT ACCOUNTS	34,332	21,963
Less: Profit on unrestricted investment accounts	1,662	1,200
	32,670	20,763
NET INCOME FOR THE YEAR	32,670	20,763
Attributable to:		
Share holders of the Bank	31,399	21,130
Minority interest	1,271	(367)
	32,670	20,763

Consolidated Statement of Changes in Equity

	Attributable to shareholders of the Parent						Minority interest BD 000	Total equity BD 000	
	Share capital BD 000	Share premium BD 000	Statutory reserve BD 000	General reserve BD 000	Investment revaluation reserve BD 000	Retained earnings BD 000			
Balance at 1 January 2006	38,500	-	2,985	-	3,992	18,325	63,802	2,777	66,579
Income for the year	-	-	-	-	-	21,130	21,130	(367)	20,763
Transfer to investment revaluation reserve	-	-	-	-	11,738	(11,738)	-	-	-
Transfer to retained earnings on sale of investments	-	-	-	-	(3,672)	3,672	-	-	-
Directors' Remuneration	-	-	-	-	-	(149)	(149)	-	(149)
Net movement in minority interest	-	-	-	-	-	-	-	21	21
Transfer to general reserve	-	-	-	18,300	-	(18,300)	-	-	-
Bonus shares issued	4,500	-	-	(4,500)	-	-	-	-	-
Issue of new shares	1,560	760	-	-	-	-	2,320	-	2,320
Transfer to statutory reserve	-	-	2,113	-	-	(2,113)	-	-	-
Balance at 31 December 2006	44,560	760	5,098	13,800	12,058	10,827	87,103	2,431	89,534
Income for the year	-	-	-	-	-	31,399	31,399	1,271	32,670
Transfer to investment revaluation reserve	-	-	-	-	11,717	(11,717)	-	-	-
Transfer to retained earnings on sale of investments	-	-	-	-	(1,385)	1,385	-	-	-
Net movement in minority interest	-	-	-	-	-	-	-	6,777	6,777
Transfer to general reserve	-	-	-	10,829	-	(10,829)	-	-	-
Bonus shares issued	4,456	-	-	(4,456)	-	-	-	-	-
Issue of new shares	21,000	14,280	-	-	-	-	35,280	-	35,280
Transfer to statutory reserve	-	-	3,140	-	-	(3,140)	-	-	-
Balance at 31 December 2007	70,016	15,040	8,238	20,173	22,390	17,925	153,782	10,479	164,261

These statements have been extracted from the Consolidated Financial Statements for the year ended 31 December 2007, audited by Ernst & Young.

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