

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2010

US\$ 000's	31 December 2010	31 December 2009
ASSETS		
Cash and bank balances	45	33
Placements with financial and other institutions	39,312	44,590
Investment securities	64,411	71,801
Investment property	49,052	51,452
Investment in joint ventures	1,438	-
Property and equipment	20,365	22,420
Other assets	6,765	7,359
Total assets	181,388	197,655
LIABILITIES AND EQUITY		
LIABILITIES		
Investors' funds	7,479	3,870
Bank financing	16,584	29,841
Accruals and other liabilities	2,076	2,409
Total liabilities	26,139	36,120
EQUITY		
Share capital	200,000	173,750
Statutory reserve	5,801	5,801
Accumulated losses	(50,860)	(18,388)
Total equity attributable to equity holders of the Bank	154,941	161,163
Non-controlling interest	308	372
Total equity	155,249	161,535
Total liabilities and equity	181,388	197,655
OFF-BALANCE SHEET ITEMS		
Restricted investment accounts	190,000	190,000

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2010

US\$ 000's	Attributable to equity holders of the Bank				Non-Controlling interest	Total
	Share capital	Statutory reserve	Accumulated losses	Total		
At 1 January 2010	173,750	5,801	(18,388)	161,163	372	161,535
Total comprehensive income for the year	-	-	(32,472)	(32,472)	(64)	(32,536)
Funds received towards capital calls	26,250	-	-	26,250	-	26,250
At 31 December 2010	200,000	5,801	(50,860)	154,941	308	155,249

CONSOLIDATED STATEMENT OF CHANGES IN RESTRICTED INVESTMENT ACCOUNTS

For the year ended 31 December 2010

2010	Balance at 1 January 2010					Movements during the year					Balance 31 December 2010				
	No of units (000)	Average value per share US\$	Total US\$ 000's	Investment US\$ 000's	Gross income US\$ 000's	Dividends paid US\$ 000's	Bank's fees as an agent US\$ 000's	Administrat-ion expenses US\$ 000's	No of units (000)	Average value per share US\$	Total US\$ 000's	% ownership	Total		
Makkah Hills - Cayman Islands	-	-	190,000	-	-	-	-	-	-	-	190,000	N/A	190,000		
			190,000								190,000		190,000		

2009	Balance at 1 January 2009					Movements during the year					Balance 31 December 2009				
	No of units (000)	Average value per share US\$	Total US\$ 000's	Investment US\$ 000's	Gross income US\$ 000's	Dividends paid US\$ 000's	Bank's fees as an agent US\$ 000's	Administrat-ion expenses US\$ 000's	No of units (000)	Average value per share US\$	Total US\$ 000's	% ownership	Total		
Makkah Hills - Cayman Islands	-	-	190,000	-	-	-	-	-	-	-	190,000	N/A	190,000		
			190,000								190,000		190,000		

CONSOLIDATED INCOME STATEMENT

For the year ended 31 December 2010

US\$ 000's	2010	2009
Income from investment banking services	-	4,956
Income from placements with financial and other institutions	359	1,721
Income / (loss) from investment securities	874	(916)
Revenue from investment property	3,165	2,041
Share of profit from joint ventures	178	-
Other income	1,353	1,538
Total income	5,929	9,340
Staff cost	7,751	9,320
Professional and travel expenses	2,505	3,059
Marketing and corporate communication expenses	768	1,774
Finance expense	1,001	2,172
Depreciation and amortisation	4,300	3,886
Other operating expenses	3,097	3,444
Total expenses	19,422	23,655
Loss for the year before impairment allowances	(13,493)	(14,315)
Impairment allowance on investment securities	(17,893)	(4,528)
Impairment allowance on investment property	(1,150)	-
Loss for the year	(32,536)	(18,843)
Attributable to:		
Equity holders of the Bank	(32,472)	(18,817)
Non-controlling interest	(64)	(26)
	(32,536)	(18,843)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2010

US\$ 000's	2010	2009
Loss for the year	(32,536)	(18,843)
Other comprehensive income	-	-
Total comprehensive income for the year	(32,536)	(18,843)
Attributable to:		
Equity holders of the Bank	(32,472)	(18,817)
Non-controlling interest	(64)	(26)
	(32,536)	(18,843)

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2010

US\$ 000's	2010	2009
OPERATING ACTIVITIES		
Investors' funds received/(paid), net	5,609	(224,016)
Income and fees received	4,185	13,536
Payments for expenses and project costs	(13,536)	(18,256)
Cash flows used in operating activities	(3,742)	(228,736)
INVESTING ACTIVITIES		
Payments for acquisition of property, equipment and capital work-in-progress, net	(627)	(4,089)
Purchase of investment securities	(11,643)	(5,277)
Investment in joint ventures	(1,326)	-
Dividend and other income received	80	14
Cash flows used in investing activities	(13,516)	(9,352)
FINANCING ACTIVITIES		
Funds received towards capital calls	26,250	-
Bank financing repaid	(13,202)	(14,009)
Finance cost paid	(956)	(1,544)
Contribution by non-controlling interest	-	398
Board remuneration paid	-	(1,080)
Cash flows (used in) / generated from financing activities	11,992	(16,235)
Decrease in cash and cash equivalents	(5,266)	(254,323)
Cash and cash equivalents at beginning of the year	44,623	298,946
Cash and cash equivalents at end of the year	39,357	44,623
Represented by:		
Cash and bank balances	45	33
Placements with financial and other institutions	39,312	44,590
	39,357	44,623

These statements have been extracted from consolidated financial statements audited by KPMG, which are available on GBCORP website: www.gbcorp.com.

The consolidated financial statements were approved by the Board of Directors on 6th March 2011 and signed on its behalf by:

Saleh Ali Al Rashed
Chairman

A. Rahman M. Al Jismi
Vice Chairman & Managing Director