

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2011

US\$ 000's	30 June 2011 (reviewed)	31 December 2010 (audited)
<b>ASSETS</b>		
Cash and bank balances	81	45
Placements with financial institutions	22,540	39,312
Investment securities	62,855	64,411
Investment property	48,426	49,052
Investment in joint ventures	1,304	1,438
Property and equipment	19,065	20,365
Other assets	6,747	6,765
<b>Total assets</b>	<b>161,018</b>	<b>181,388</b>
<b>LIABILITIES AND EQUITY</b>		
<b>LIABILITIES</b>		
Investors' funds	3,131	7,479
Bank financing	9,952	16,584
Accruals and other liabilities	5,941	2,076
<b>Total liabilities</b>	<b>19,024</b>	<b>26,139</b>
<b>EQUITY</b>		
Share capital	200,000	200,000
Statutory reserve	5,801	5,801
Accumulated losses	(64,059)	(50,860)
<b>Total equity attributable to shareholders of the Bank</b>	<b>141,742</b>	<b>154,941</b>
Non-controlling interests	252	308
<b>Total equity</b>	<b>141,994</b>	<b>155,249</b>
<b>Total liabilities and equity</b>	<b>161,018</b>	<b>181,388</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2011

US\$ 000's 2011 (reviewed)	Attributable to equity holders of the Bank				Non-Controlling interest	Total
	Share capital	Statutory reserve	Accumulated losses	Total		
At 1 January 2011	200,000	5,801	(50,860)	154,941	308	155,249
Loss for the period	-	-	(13,199)	(13,199)	(56)	(13,255)
<b>At 30 June 2011</b>	<b>200,000</b>	<b>5,801</b>	<b>(64,059)</b>	<b>141,742</b>	<b>252</b>	<b>141,994</b>

## CONDENSED STATEMENT OF CHANGES IN RESTRICTED INVESTMENT ACCOUNTS

For the six months ended 30 June 2011

2011 (reviewed)	Balance at 1 January 2011				Movements during the period					Balance at 30 June 2011			
	No of units (000)	Average value per share US\$	Total US\$ 000's	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	Total % ownership
Makkah Hills – Cayman Islands	-	-	190,000	-	-	-	-	-	-	-	-	190,000	N/A
			<b>190,000</b>									<b>190,000</b>	

  

2010 (reviewed)	Balance at 1 January 2010				Movements during the period					Balance at 30 June 2010			
	No of units (000)	Average value per share US\$	Total US\$ 000's	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	Total % ownership
Makkah Hills – Cayman Islands	-	-	190,000	-	-	-	-	-	-	-	-	190,000	N/A
			<b>190,000</b>									<b>190,000</b>	

## CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2011

US\$ 000's	Six months ended		three months ended	
	30 June 2011 (reviewed)	30 June 2010 (reviewed)	30 June 2011 (reviewed)	30 June 2010 (reviewed)
<b>Income from placements with financial institutions</b>	<b>150</b>	<b>156</b>	<b>66</b>	<b>76</b>
(Loss) / income from investment securities	(82)	(268)	199	(790)
Rental income from investment property	1,279	1,804	613	769
Share of (loss) / profit from joint ventures	(134)	262	(88)	213
Other income	527	595	267	434
<b>Total income</b>	<b>1,740</b>	<b>2,549</b>	<b>1,057</b>	<b>702</b>
<b>Staff cost</b>	<b>4,054</b>	<b>4,058</b>	<b>2,177</b>	<b>1,924</b>
Professional and travel expenses	1,308	1,130	772	801
Marketing & corporate communication expenses	229	377	135	222
Finance expense	297	558	133	261
Depreciation and amortisation	2,208	2,116	1,103	1,202
Other operating expenses	1,399	1,712	729	732
<b>Total expenses</b>	<b>9,495</b>	<b>9,951</b>	<b>5,049</b>	<b>5,142</b>
<b>Loss for the period before impairment allowances</b>	<b>(7,755)</b>	<b>(7,402)</b>	<b>(3,992)</b>	<b>(4,440)</b>
Impairment allowances	(5,500)	(3,500)	(2,500)	(3,500)
<b>Loss for the period</b>	<b>(13,255)</b>	<b>(10,902)</b>	<b>(6,492)</b>	<b>(7,940)</b>
<b>Attributable to:</b>				
Shareholders of the Bank	(13,199)	(10,884)	(6,460)	(7,927)
Non-controlling interests	(56)	(18)	(32)	(13)
	<b>(13,255)</b>	<b>(10,902)</b>	<b>(6,492)</b>	<b>(7,940)</b>

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2011

US\$ 000's	30 June 2011 (reviewed)	30 June 2010 (reviewed)
<b>OPERATING ACTIVITIES</b>		
Investors' funds received/(paid), net	(4,358)	3,619
Income and fee received	1,710	2,607
Payments for expenses and project costs	(7,043)	(8,105)
Security deposit received	68	-
<b>Cash flows used in operating activities</b>	<b>(9,623)</b>	<b>(1,879)</b>
<b>INVESTING ACTIVITIES</b>		
Payments for acquisition of property and equipment	(69)	(268)
Dividends received	8	8
Purchase of investment securities	-	(11,473)
Investment in joint ventures	(133)	(133)
<b>Cash flows used in investing activities</b>	<b>(194)</b>	<b>(11,866)</b>
<b>FINANCING ACTIVITIES</b>		
Bank financing repaid	(6,631)	(6,631)
Finance cost paid	(288)	(557)
Funds received towards capital calls	-	18,625
<b>Cash flows (used in ) / generated from financing activities</b>	<b>(6,919)</b>	<b>11,437</b>
<b>Decrease in cash and cash equivalents</b>	<b>(16,736)</b>	<b>(2,308)</b>
Cash and cash equivalents at beginning of the period	39,357	44,623
<b>Cash and cash equivalents at end of the period</b>	<b>22,621</b>	<b>42,315</b>

Represented by:

Cash and bank balances	81	44
Placements with financial institutions	22,540	42,271
	<b>22,621</b>	<b>42,315</b>

These statements have been extracted from consolidated interim financial information reviewed by KPMG, which are available on GBCORP website: [www.gbcorponline.com](http://www.gbcorponline.com).

The interim financial information was approved by the Board of Directors and signed on its behalf by:

Saleh Al Ali Al Rashed  
Chairman

A. Rahman M. Al Jasmī  
Vice Chairman