

Interim Statement of Income

For the 3 months ended 31 March 2008 (Unaudited)

	31 March 2008 US\$ '000	(Audited) 31 March 2007 US\$ '000
INCOME		
Investment banking fees	7,081	7,088
Income on due from financial institutions	1,919	523
Gain on financial assets fair valued through statement of income	105	536
Other income	287	147
TOTAL INCOME	9,392	8,294
EXPENSES		
Corporate expenses	985	774
Deal acquisition expenses	925	849
Selling expenses	821	490
Asset management expenses	272	195
General and administration expenses	982	862
Expense on due to financial institutions	-	90
TOTAL EXPENSES	3,985	3,260
NET INCOME FOR THE PERIOD	5,407	5,034

Interim Balance Sheet

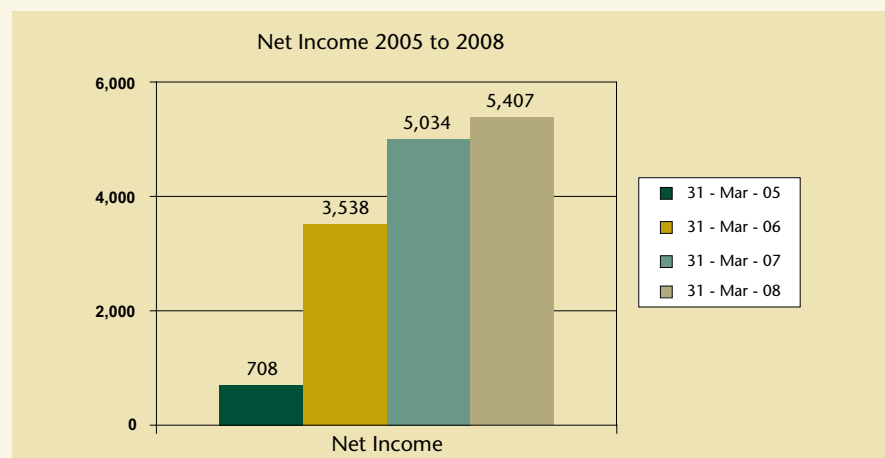
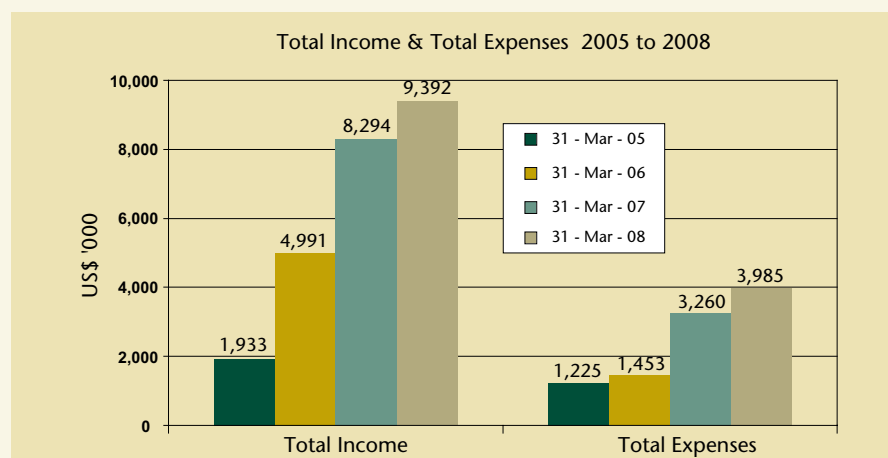
At 31 March 2008 (Unaudited)

	31 March 2008 US\$ '000	(Audited) 31 December 2007 US\$ '000
ASSETS		
Cash and balances with banks	2,684	3,668
Due from financial institutions	200,963	211,396
Investments	31,814	24,113
Investment in associates	12,507	12,288
Other assets	15,188	4,789
Equipment	1,151	1,066
TOTAL ASSETS	264,307	257,320
LIABILITIES AND EQUITY		
Other liabilities	52,498	40,926
Total liabilities	52,498	40,926
Equity		
Share capital	181,750	181,750
Reserves	30,059	24,418
Proposed appropriations	-	10,226
Total equity	211,809	216,394
TOTAL LIABILITIES AND EQUITY	264,307	257,320

Interim Statement of Changes in Equity

For the 3 months ended 31 March 2008 (Unaudited)

	Share capital US\$ '000	Treasury shares US\$ '000	Share premium US\$ '000	Reserves				Total reserves US\$ '000	Proposed appropriations US\$ '000	Total US\$ '000
				Statutory reserve US\$ '000	Cumulative changes in fair value reserve US\$ '000	Investment fair value reserve US\$ '000	Retained earnings US\$ '000			
Balance at 1 January 2008	109,996	(113)	71,867	4,236	-	67	20,115	24,418	10,226	216,394
Cumulative changes in fair value	-	-	-	-	234	-	-	234	-	234
Transfer of fair value gain to reserve	-	-	-	-	-	105	(105)	-	-	-
Income recognised directly in equity	-	-	-	-	234	105	(105)	234	-	234
Net income for the period	-	-	-	-	-	-	5,407	5,407	-	5,407
Total income for the period	-	-	-	-	234	105	5,302	5,641	-	5,641
Transfer to liability	-	-	-	-	-	-	-	-	(10,226)	(10,226)
Balance at 31 March 2008	109,996	(113)	71,867	4,236	234	172	25,417	30,059	-	211,809
Balance at 1 January 2007	43,000	(113)	-	2,125	703	304	11,106	14,238	4,290	61,415
Cumulative changes in fair value	-	-	-	-	(56)	-	-	(56)	-	(56)
Transfer of fair value gain to reserve	-	-	-	-	-	495	(495)	-	-	-
Income and expense recognised directly in equity	-	-	-	-	(56)	495	(495)	(56)	-	(56)
Net income for the period	-	-	-	-	-	-	5,034	5,034	-	5,034
Total income and expenses for the period	-	-	-	-	(56)	495	4,539	4,978	-	4,978
Transfer to liability	-	-	-	-	-	-	-	-	(4,290)	(4,290)
Balance at 31 March 2007	43,000	(113)	-	2,125	647	799	15,645	19,216	-	62,103



The above Statement of Income, Balance Sheet and Statement of Changes in Equity have been extracted from the Interim Condensed Financial Statements of International Investment Bank B.S.C. (c) for the three month period ended 31 March 2008, which were approved by the Board of Directors on 20 May 2008 and were reviewed by Ernst & Young, Kingdom of Bahrain.

Saeed Abdul Jalil Al Fahim
Chairman

Abed Al-Zeera
Chief Executive Officer and Director