

Interim Statement of Income

For the three months ended 31 March 2010 (Unaudited)

	31 March 2010 US\$ '000	31 March 2009 US\$ '000
INCOME		
Investment banking fees	163	1,119
Income on due from financial institutions	483	785
Unrealised loss on financial assets fair valued through statement of income	-	(25)
Dividend income	42	37
Other income	258	-
	946	1,916
EXPENSES		
Corporate expenses	511	587
Deal acquisition expenses	307	778
Selling expenses	254	380
Asset management expenses	159	218
General and administration expenses	502	735
TOTAL EXPENSES	1,733	2,698
OPERATING LOSS BEFORE IMPAIRMENT AND FOREIGN EXCHANGE LOSSES	(787)	(782)
Impairment loss	(969)	(116)
Loss on foreign exchange	(160)	(28)
NET LOSS FOR THE PERIOD	(1,916)	(926)

Interim Statement of Changes in Equity

For the three months ended 31 March 2010 (Unaudited)

	Share capital US\$ '000	Treasury shares US\$ '000	Share premium US\$ '000	Total reserves US\$ '000	Proposed appropriations US\$ '000	Total US\$ '000
Balance at 1 January 2010	109,996	(6,798)	72,050	1,234	-	176,482
Loss recognised directly in equity	-	-	-	(2,460)	-	(2,460)
Net loss for the period	-	-	-	(1,916)	-	(1,916)
Balance at 31 March 2010	109,996	(6,798)	72,050	(3,142)	-	172,106
Balance at 1 January 2009	109,996	(6,798)	72,050	27,704	7,700	210,652
Loss recognised directly in equity	-	-	-	(10,495)	-	(10,495)
Net loss for the period	-	-	-	(926)	-	(926)
Dividend paid	-	-	-	-	(7,490)	(7,490)
Dividend on treasury shares	-	-	-	210	(210)	-
Balance at 31 March 2009	109,996	(6,798)	72,050	16,493	-	191,741

Interim Statement of Financial Position

At 31 March 2010

	(Unaudited) 31 March 2010 US\$ '000	(Audited) 31 December 2009 US\$ '000
ASSETS		
Cash and balances with banks	1,394	1,974
Due from financial institutions	53,033	55,702
Receivables	52,189	51,124
Investments	35,631	37,413
Assets classified as held for sale	25,233	26,880
Investment in associate	3,987	3,987
Other assets	290	423
Equipment	1,955	1,973
TOTAL ASSETS	173,712	179,476
LIABILITIES AND EQUITY		
Other liabilities	1,606	2,994
TOTAL LIABILITIES	1,606	2,994
EQUITY		
Share capital	109,996	109,996
Treasury shares	(6,798)	(6,798)
Share premium	72,050	72,050
Reserves	(3,142)	1,234
TOTAL EQUITY	172,106	176,482
TOTAL LIABILITIES AND EQUITY	173,712	179,476

Interim Statement of Cash Flows

For the three months ended 31 March 2010 (Unaudited)

	31 March 2010 US\$ '000	31 March 2009 US\$ '000
OPERATING ACTIVITIES		
Net loss for the period	(1,916)	(926)
Adjustments for:		
Depreciation	173	107
Unrealised loss on financial assets fair valued through statement of income	-	25
Impairment loss	969	116
	(774)	(678)
Changes in operating assets and liabilities:		
Receivables	(1,065)	(3,855)
Other assets	133	-
Other liabilities	(1,388)	(3,851)
Purchase of investments	-	(4,807)
Proceeds from disposal of investments	-	1,463
Net cash used in operating activities	(3,094)	(11,728)
INVESTING ACTIVITY		
Purchase of equipment	(155)	(20)
Net cash used in investing activity	(155)	(20)
FINANCING ACTIVITY		
Dividends paid	-	(4,910)
Net cash used in financing activity	-	(4,910)
DECREASE IN CASH AND CASH EQUIVALENTS	(3,249)	(16,658)
Cash and cash equivalents at beginning of the period	57,676	120,473
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	54,427	103,815
Cash and cash equivalents comprise:		
Cash and balances with banks	1,394	2,141
Due from financial institutions	53,033	101,674
	54,427	103,815

The above statements 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 2010, which were approved for issue by the Board of Directors on 10 May 2010 and reviewed by Ernst & Young, Kingdom of Bahrain, who issued an unqualified review report on 10 May 2010.

Saeed Abdul Jalil Al Fahim
Chairman

Aabed Al-Zeera
Chief Executive Officer

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