

Interim Consolidated Statement of Income

For the three months ended 31 March 2011 (Unaudited)

	31 March 2011 US\$ '000	31 March 2010 US\$ '000
INCOME		
Investment banking fees	161	163
Income on due from financial and other institutions	497	483
Income from investment in real estate, net	62	-
Dividend income	-	42
Other income	220	258
TOTAL INCOME	940	946
EXPENSES		
Corporate expenses	466	511
Deal acquisition expenses	243	307
Selling expenses	192	254
Asset management expenses	128	159
General and administration expenses	470	502
TOTAL EXPENSES	1,499	1,733
OPERATING LOSS	(559)	(787)
Share of loss from associate	(684)	-
NET LOSS BEFORE IMPAIRMENT LOSSES, PROVISIONS		
AND GAIN / (LOSSES) ON FOREIGN EXCHANGE	(1,243)	(787)
Impairment losses and provisions	(300)	(969)
Gain / (loss) on foreign exchange	197	(160)
NET LOSS FOR THE PERIOD	(1,346)	(1,916)
Attributable to:		
Equity holders of the parent	(1,332)	(1,916)
Non controlling interest	(14)	-
	(1,346)	(1,916)

Interim Consolidated Statement of Changes in Equity

For the three months ended 31 March 2011 (Unaudited)

	Share capital US\$ '000	Treasury shares US\$ '000	Share premium US\$ '000	Total reserves US\$ '000	Accumulated deficit US\$ '000	Non Controlling Interest US\$ '000	Total US\$ '000
Balance at 1 January 2011	109,996	(6,798)	72,050	7,028	(24,007)	-	158,269
Impact of conversion of assets held for sale into a subsidiary	-	-	-	-	-	1,652	1,652
Unrealised loss on re-measurement to fair value	-	-	-	(343)	-	-	(343)
Net loss for the period	-	-	-	-	(1,332)	(14)	(1,346)
Exchange differences on translation of foreign operations	-	-	-	1,580	-	104	1,684
Balance at 31 March 2011	109,996	(6,798)	72,050	8,265	(25,339)	1,742	159,916
Balance at 1 January 2010	109,996	(6,798)	72,050	4,492	(3,257)	-	176,483
Unrealised loss on re-measurement to fair value	-	-	-	(812)	-	-	(812)
Unrealised translation loss on assets classified as held for sale	-	-	-	(1,648)	-	-	(1,648)
Net loss for the period	-	-	-	-	(1,916)	-	(1,916)
Balance at 31 March 2010	109,996	(6,798)	72,050	2,032	(5,173)	-	172,107

Interim Consolidated Statement of Financial Position

At 31 March 2011

	(Unaudited) 31 March 2011 US\$ '000	(Audited) 31 December 2010 US\$ '000
ASSETS		
Cash and balances with banks	1,566	1,781
Due from financial institutions	59,013	31,623
Receivables	14,610	41,208
Investments	22,457	22,800
Investment in real estate	4,533	4,533
Assets classified as held for sale	-	52,591
Investment in associate	58,920	3,956
Other assets	1,570	1,680
TOTAL ASSETS	162,669	160,172
LIABILITIES AND EQUITY		
Other liabilities	2,753	1,904
TOTAL LIABILITIES	2,753	1,904
EQUITY		
Share capital	109,996	109,996
Treasury shares	(6,798)	(6,798)
Share premium	72,050	72,050
Reserves	8,265	7,027
Accumulated deficit	(25,339)	(24,007)
Non controlling interest	1,742	-
TOTAL EQUITY	159,916	158,268
TOTAL LIABILITIES AND EQUITY	162,669	160,172

Interim Consolidated Statement of Cash Flows

For the three months ended 31 March 2011 (Unaudited)

	31 March 2011 US\$ '000	31 March 2010 US\$ '000
OPERATING ACTIVITIES		
Net loss for the period	(1,346)	(1,916)
Adjustments for		
Depreciation	143	173
Share of loss from associate	684	-
Impairment losses and provisions	300	969
	(219)	(774)
Changes in operating assets and liabilities:		
Receivables	986	(1,065)
Other assets	(29)	133
Other liabilities	849	(1,389)
Net cash from / (used in) operating activities	1,587	(3,094)
INVESTING ACTIVITY		
Purchase of equipment	(4)	(155)
Net cash used in investing activity	(4)	(155)
INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	1,583	(3,249)
Cash and cash equivalents at beginning of the period	33,404	57,676
Cash and cash equivalents on conversion to subsidiary	25,592	-
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	60,579	54,427
Cash and cash equivalents comprise:		
Cash and balances with banks	1,566	1,394
Due from financial institutions	59,013	53,033
	60,579	54,427

The above statements have been extracted from the Interim Condensed Consolidated Financial Statements of International Investment Bank B.S.C.(c) for the three month period ended 31 March 2011, which were approved for issue by the Board of Directors on 13 June 2011 and reviewed by Ernst & Young, Kingdom of Bahrain, who issued an unqualified review report on 13 June 2011.

Saeed Abdul Jalil Al Fahim
Chairman

Aabed Al-Zeera
Chief Executive Officer and Board Member

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