

Unicorn Investment Bank B.S.C. (c)



INTERIM CONSOLIDATED BALANCE SHEET

At 30 June 2008 (Unaudited)
(Amounts in United States Dollars thousands)

	30 June 2008	Audited 31 Dec. 2007 (Restated)
ASSETS		
Cash and balances with banks	13,633	12,637
Due from financial institutions	154,333	72,480
Due from non-banks	10,390	32,017
Investment securities	214,483	211,393
Investments in associates	27,418	28,284
Investment properties	44,787	-
Other assets	54,949	28,673
Inventories	11,219	10,667
Premises and equipment	4,524	38,628
Goodwill	53,978	53,640
TOTAL ASSETS	589,714	488,419
LIABILITIES AND EQUITY		
LIABILITIES		
Due to financial institutions	179,056	70,371
Due to non-banks	26,241	28,537
Other liabilities	49,399	41,188
TOTAL LIABILITIES	254,696	140,096
EQUITY		
Share capital	183,740	174,704
Share premium	71,216	70,495
Statutory reserve	12,153	12,153
Fair value reserve	23,902	36,777
Foreign currency translation reserve	(668)	277
Retained earnings	36,936	20,027
	327,279	314,433
Proposed dividend	-	26,206
Total equity attributable to shareholders of the parent	327,279	340,639
Minority interests	7,739	7,684
TOTAL EQUITY	335,018	348,323
TOTAL LIABILITIES AND EQUITY	589,714	488,419

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three months and six months ended 30 June 2008 (Unaudited)
(Amounts in United States Dollars thousands)

	Three months ended		Six months ended	
	30 June 2008	30 June 2007	30 June 2008	30 June 2007
Investment banking fees	12,367	27,978	24,928	46,159
Net (expense) income from financial institutions	(1,019)	1,044	(3,998)	2,087
Revenue from non-banks	21,968	1,249	22,435	2,449
Gain on sale of investment securities	2,450	1,195	31,859	1,682
Gain on sale of assets held for sale	-	-	-	1,335
Net fair value loss on investment securities	(1,035)	-	(54)	-
Fair value gain on investment properties	10,416	-	10,416	-
Dividend income	1,733	5	1,737	424
Management fees	736	242	1,441	854
Share of loss of associates	(820)	-	(740)	-
Other income	112	395	2,898	1,122
TOTAL INCOME	46,908	32,108	90,922	56,112
Staff costs	15,208	12,079	34,883	28,653
Other operating expenses	23,893	4,112	28,332	7,262
TOTAL EXPENSES	39,101	16,191	63,215	35,915
NET PROFIT	7,807	15,917	27,707	20,197
Attributable to:				
Shareholders of the parent	7,599	16,022	27,625	20,404
Minority interests	208	(105)	82	(207)
	7,807	15,917	27,707	20,197
Earnings per share - US cents				
Basic earnings per share	4.1	8.8	15.0	11.8
Diluted earnings per share	4.1	8.7	15.0	11.7

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2008 (Unaudited)
(Amounts in United States Dollars thousands)

	Attributable to shareholders of the parent								Minority interests	Total equity	
	Share capital	Share premium	Statutory reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Equity transaction costs	Proposed dividend			Total
Balance at 1 January 2008 (Restated)	174,704	70,495	12,153	36,777	277	20,027	-	26,206	340,639	7,684	348,323
Cumulative changes in investment securities fair value	-	-	-	(23,378)	-	-	-	-	(23,378)	-	(23,378)
Currency translation differences on consolidation	-	-	-	-	(945)	-	-	-	(945)	(27)	(972)
Share of changes recognised directly in associate's equity	-	-	-	87	-	-	-	-	87	-	87
Income recognised directly in equity	-	-	-	(23,291)	(945)	-	-	-	(24,236)	(27)	(24,263)
Net profit	-	-	-	-	-	27,625	-	-	27,625	82	27,707
Total income and expenses for the period	-	-	-	(23,291)	(945)	27,625	-	-	3,389	55	3,444
Dividend paid	-	-	-	-	-	-	-	(26,206)	(26,206)	-	(26,206)
Transfer to fair value reserve	-	-	-	10,416	-	(10,416)	-	-	-	-	-
Share of associate's equity transaction costs incurred	-	-	-	-	-	-	(300)	-	(300)	-	(300)
Transfer of share of associate's equity transaction costs to retained earnings	-	-	-	-	-	(300)	300	-	-	-	-
Issuance of additional shares	9,036	721	-	-	-	-	-	-	9,757	-	9,757
Balance at 30 June 2008	183,740	71,216	12,153	23,902	(668)	36,936	-	-	327,279	7,739	335,018
Balance at 1 January 2007	154,201	69,268	7,143	22,315	-	1,144	-	15,420	269,491	-	269,491
Cumulative changes in investment securities fair value	-	-	-	(429)	-	-	-	-	(429)	-	(429)
Currency translation differences on consolidation	-	-	-	-	250	-	-	-	250	84	334
Income recognised directly in equity	-	-	-	(429)	250	-	-	-	(179)	84	(95)
Net profit (loss)	-	-	-	-	-	20,404	-	-	20,404	(207)	20,197
Total income and expenses for the period	-	-	-	(429)	250	20,404	-	-	20,225	(123)	20,102
Dividend paid	-	-	-	-	-	-	-	(15,420)	(15,420)	-	(15,420)
Issuance of additional shares	19,170	-	-	-	-	-	-	-	19,170	-	19,170
Equity transaction costs incurred	-	-	-	-	-	-	(1,440)	-	(1,440)	-	(1,440)
Employees share based payment	-	-	-	-	-	2,000	-	-	2,000	-	2,000
Minority interests arising on business combination	-	-	-	-	-	-	-	-	-	1,220	1,220
Balance at 30 June 2007	173,371	69,268	7,143	21,886	250	23,548	(1,440)	-	294,026	1,097	295,123

The interim condensed consolidated financial statements were authorised for issue by the Board of Directors on 29 July 2008 and signed on their behalf by:

Yousef Abdullah Al-Shelash
Chairman

Majid Al Sayed Bader Al-Refai
Managing Director & Chief Executive Officer