

Al-Salam Bank-Bahrain B.S.C.

BALANCE SHEET

30 June 2006

	Unaudited 30 June 2006 BD
ASSETS	
Cash and balances with banks and Bahrain Monetary Agency	794,265
Murabaha and Mudaraba contracts with banks	113,469,720
Non-trading investments	5,032,500
Investment in properties	1,177,528
Receivables and prepayments	4,659,867
Premises and equipment	140,677
TOTAL ASSETS	125,274,557
LIABILITIES AND EQUITY	
Liabilities	
Other liabilities	1,115,428
Total liabilities	1,115,428
Equity	
Share capital	120,000,000
Treasury stock	(17,203)
Statutory reserve	-
Retained earnings	4,176,332
Total equity	124,159,129
TOTAL LIABILITIES AND EQUITY	125,274,557

STATEMENT OF INCOME

19 January 2006 to 30 June 2006

	Unaudited 19 January 2006 to 30 June 2006 BD
OPERATING INCOME	
Income from Murabaha and Mudaraba	5,835,065
OPERATING EXPENSES	
Staff costs	784,622
Premises and equipment cost	45,349
Other operating expenses	828,762
TOTAL OPERATING EXPENSES	1,658,733
NET INCOME FOR THE PERIOD	4,176,332
WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING	47,644,444
BASIC EARNINGS PER SHARE (FILS)	88

The interim condensed financial statements were authorized for issue by the Board of Directors on 24 July 2006 and signed on their behalf by:

Mohammed Al Abbar
Chairman

Hussein Mohammed Al Meeza
Vice Chairman

Yousif Taqi
Chief Executive Officer



AL SALAM BANK

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These statements are extracted from the reviewed interim condensed financial statements on which Ernst & Young expressed an unqualified opinion on 24 July 2006.