

Al Baraka Islamic Bank B.S.C. (c)

**INTERIM CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS**

30 JUNE 2011 (UNAUDITED)

**REVIEW REPORT TO THE BOARD OF DIRECTORS OF
AL BARAKA ISLAMIC BANK B.S.C. (c)**

Introduction

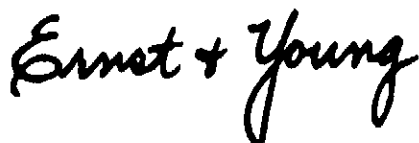
We have reviewed the accompanying interim condensed consolidated financial statements of Al Baraka Islamic Bank B.S.C.(c) (the "Bank") and its subsidiary ("the Group") as at 30 June 2011, comprising of the interim consolidated statement of financial position as at 30 June 2011 and the related interim consolidated statements of income, cash flows, changes in owners' equity and changes in off-balance sheet equity investment accountholders for the six month period then ended and explanatory notes. The Board of Directors is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with the accounting policies disclosed in note 2. Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with the accounting policies disclosed in note 2.



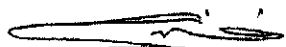
11 August 2011
Manama, Kingdom of Bahrain

Al Baraka Islamic Bank B.S.C. (c)

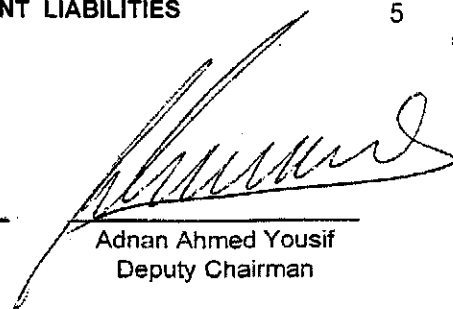
INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2011 (Unaudited)

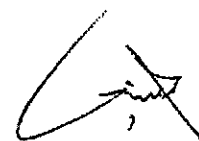
	Notes	30 June 2011 BD	Audited 31 December 2010 BD
ASSETS			
Cash and balances with banks and financial institutions		71,034,571	75,407,439
Sales receivables		223,884,530	202,977,323
Mudaraba financing		13,659,328	9,703,691
Ijara Muntahia Bittamleek		33,948,338	35,136,644
Musharaka		22,949,260	20,957,836
Investments		142,442,494	118,012,852
Investment properties		1,108,968	558,037
Ijara income receivables		8,974,718	6,973,121
Premises and equipment		9,757,223	10,148,185
Goodwill		8,142,520	8,142,520
Other assets	3	14,702,229	19,635,745
TOTAL ASSETS		550,604,179	507,653,393
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY			
Liabilities			
Due to banks and financial institutions		19,494,594	22,158,639
Current accounts		44,431,332	44,661,513
Other liabilities	4	13,839,016	10,335,641
Total liabilities		77,764,942	77,155,793
EQUITY OF INVESTMENT ACCOUNTHOLDERS		402,568,459	361,146,517
Owners' Equity			
Share capital		46,166,591	46,166,591
Reserves		9,426,883	9,749,400
Retained earnings		6,057,736	5,043,117
Equity attributable to shareholders of the parent		61,651,210	60,959,108
Non-controlling interest		8,619,568	8,391,975
Total owners' equity		70,270,778	69,351,083
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		550,604,179	507,653,393
OFF-BALANCE SHEET ITEMS:			
EQUITY OF INVESTMENT ACCOUNTHOLDERS		70,844,126	68,953,716
COMMITMENTS AND CONTINGENT LIABILITIES	5	103,292,545	85,136,355



Khalid Rashid Al-Zayani
Chairman



Adnan Ahmed Yousif
Deputy Chairman



Mohammed Essa Al Mutaweh
Chief Executive & Board Member

The attached explanatory notes 1 to 8 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the six month period ended 30 June 2011 (Unaudited)

	<i>Three months ended</i>		<i>Six months ended</i>	
	<i>30 June</i>		<i>30 June</i>	
	<i>2011</i>	<i>2010</i>	<i>2011</i>	<i>2010</i>
	<i>BD</i>	<i>BD</i>	<i>BD</i>	<i>BD</i>
INCOME				
Income from jointly financed sales	3,568,008	3,366,094	7,393,684	6,761,973
Income from jointly financed, other financings and investments	5,652,232	1,170,611	9,799,517	2,098,599
Joint investment income	9,220,240	4,536,705	17,193,201	8,860,572
Return on equity of investment accountholders before				
Group's share as a Mudarib	(8,143,329)	(4,368,360)	(15,167,903)	(8,477,433)
Group's share as a Mudarib	1,782,762	1,342,585	2,855,166	2,557,761
Return on equity of investment accountholders	(6,360,567)	(3,025,775)	(12,312,737)	(5,919,672)
Group's share of income from equity of investment accountholders (as a Mudarib and Rabalmal)	2,859,673	1,510,930	4,880,464	2,940,900
Group's income from self financed sales	1,837	22,268	4,615	31,689
Group's income from self financed, other financings and investments	100,599	96,582	1,404,242	493,946
Revenue from banking services	493,098	641,192	1,149,857	1,068,107
Other income	370,010	287,602	943,643	727,753
Group's Mudarib/agency fee from off-balance sheet equity of investment account holders	6,466	28,046	13,912	53,080
TOTAL OPERATING INCOME	3,831,683	2,586,620	8,396,733	5,315,475
OPERATING EXPENSES				
Staff expenses	(1,809,632)	(1,215,638)	(3,654,994)	(2,461,900)
Depreciation	(348,681)	(216,140)	(710,691)	(431,604)
Profit on due to banks and financial institutions	(57)	(18,068)	(7,092)	(56,553)
Other operating expenses	(1,563,618)	(831,375)	(3,069,555)	(1,724,402)
TOTAL OPERATING EXPENSES	(3,721,988)	(2,281,221)	(7,442,332)	(4,674,459)
NET INCOME FOR THE PERIOD BEFORE PROVISION FOR IMPAIRMENT AND TAXATION	109,695	305,399	954,401	641,016
Provision for impairment - net	838,452	(20,497)	741,640	(466,592)
NET INCOME BEFORE TAXATION	948,147	284,902	1,696,041	174,424
Taxation	(346,890)	(153,970)	(413,858)	(270,506)
INCOME (LOSS) FOR THE PERIOD	601,257	130,932	1,282,183	(96,082)
Attributable to:				
Shareholders of the parent	427,582	130,932	1,014,619	(96,082)
Non-controlling interest	173,675	-	267,564	-
	601,257	130,932	1,282,183	(96,082)

The attached explanatory notes 1 to 8 form part of these interim condensed consolidated financial statements.

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended 30 June 2011 (Unaudited)

	<i>Six months ended</i>	
	<i>30 June</i>	
	2011	2010
	BD	BD
OPERATING ACTIVITIES		
Net income before taxation	1,696,041	174,424
Adjustments for :		
Depreciation	710,691	431,604
Provision for impairment - net	(741,640)	466,592
Amortisation of income and expenses related to leased assets - net	-	(28,585)
Unrealised remeasurement loss	56,380	104,555
Ijara finance cost	-	2,977
Gain on sale of premises and equipment	(5,037)	(3,922)
Gain on sale of investments	(519,698)	-
Operating profit before changes in operating assets and liabilities	1,196,737	1,147,645
Net changes in operating assets and liabilities:		
Sales receivables	(9,900,701)	(7,020,267)
Mudaraba financing	(2,901,685)	(4,788,699)
Ijara Muntahia Bittamleek	1,188,306	(10,567,522)
Musharaka	(1,129,608)	55,592
Ijara income receivables	(2,378,525)	(1,749,570)
Other assets	5,147,528	(322,497)
Other liabilities	3,276,606	1,033,109
Due to banks and financial institutions	(2,664,045)	(8,766,076)
Current accounts	(230,181)	(2,581,589)
Equity of investment accountholders	40,916,816	(708,131)
Taxation paid	(187,089)	(257,646)
Net cash from (used in) operating activities	32,334,159	(34,525,651)
INVESTING ACTIVITIES		
Purchase of investments	(36,916,404)	(3,884,456)
Sale of investments	11,399,824	1,726,851
Net purchase of premises and equipment	(314,692)	(729,994)
Purchase of investment properties	(550,931)	(42,217)
Net cash used in investing activities	(26,382,203)	(2,929,816)
FINANCING ACTIVITY		
Ijara finance cost paid	-	(3,166)
Net cash used in financing activity	-	(3,166)
Foreign currency translation adjustments	(98,294)	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	5,853,662	(37,458,633)
Cash and cash equivalents at 1 January	135,346,349	117,658,726
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	141,200,011	80,200,093
For the purpose of the interim cash flows statement, cash and cash equivalents comprised of the following:		
Cash in hand	5,302,611	4,026,615
Balances with central banks excluding capital deposited		
with State Bank of Pakistan	22,639,210	14,444,204
Balances with other banks and financial institutions	43,092,750	38,574,703
Sales receivables - international commodities		
(maturing in less than 90 days)	70,165,440	23,154,571
	141,200,011	80,200,093

The attached explanatory notes 1 to 8 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the six month period ended 30 June 2011 (Unaudited)

	Equity attributable to shareholders of the parent									
	Share capital BD	Statutory BD	Reserves			Foreign exchange BD	Retained earnings BD	Total BD	Non- Controlling Interest BD	Total Equity BD
			General BD	Cumulative changes in fair value BD						
Balance at 1 January 2011	46,166,591	8,132,290	3,275,053	(1,657,943)	-	5,043,117	60,959,108	8,391,975	69,351,083	
Net movement in cumulative change in fair value of available for sale investments	-	-	-	(258,980)	-	-	(258,980)	(5,214)	(264,194)	
Foreign currency translation reserve	-	-	-	-	(63,537)	-	(63,537)	(34,757)	(98,294)	
Net income for the period	-	-	-	-	-	1,014,619	1,014,619	267,564	1,282,183	
Balance at 30 June 2011	46,166,591	8,132,290	3,275,053	(1,916,923)	(63,537)	6,057,736	61,651,210	8,619,568	70,270,778	
Balance at 1 January 2010	46,166,591	7,958,887	3,275,053	969,465	(2,714,775)	3,379,233	59,034,454	-	59,034,454	
Net movement in cumulative change in fair value of available for sale investments	-	-	-	79,899	-	-	79,899	-	79,899	
Foreign currency translation reserve	-	-	-	-	(63,131)	-	(63,131)	-	(63,131)	
Net loss for the period	-	-	-	-	-	(96,082)	(96,082)	-	(96,082)	
Balance at 30 June 2010	46,166,591	7,958,887	3,275,053	1,049,364	(2,777,906)	3,283,151	58,955,140	-	58,955,140	

The attached explanatory notes 1 to 8 form part of these interim condensed consolidated financial statements.

Al Baraka Islamic Bank B.S.C. (c)

INTERIM STATEMENT OF CHANGES IN OFF-BALANCE SHEET EQUITY
INVESTMENT ACCOUNTHOLDERS

For the six month period ended 30 June 2011 (Unaudited)

	<i>Balance at 1 January 2011 BD</i>	<i>Net deposits (withdrawals) BD</i>	<i>Gross income BD</i>	<i>Mudarib's/ agency fee BD</i>	<i>Balance at 30 June 2011 BD</i>
Murabaha with customers	59,369,187	1,482,546	69,410	(13,667)	60,907,476
Investments	4,487,394	(117,029)	1,753	(245)	4,371,873
Mudaraba financing	5,097,135	467,642	-	-	5,564,777
	68,953,716	1,833,159	71,163	(13,912)	70,844,126

	<i>Balance at 1 January 2010 BD</i>	<i>Net deposits (withdrawals) BD</i>	<i>Gross income BD</i>	<i>Mudarib's/ agency fee BD</i>	<i>Balance at 30 June 2010 BD</i>
Murabaha with customers	65,228,987	25,858,856	141,901	(45,349)	91,184,395
Investments	4,588,403	(248,238)	61,520	(7,731)	4,393,954
Mudaraba financing	6,463,113	(2,434,395)	-	-	4,028,718
	76,280,503	23,176,223	203,421	(53,080)	99,607,067

The attached explanatory notes 1 to 8 form part of these interim condensed consolidated financial statements.

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

1 INCORPORATION AND PRINCIPAL ACTIVITY

Al Baraka Islamic Bank B.S.C. (c) (the "Bank") is a closed shareholding company incorporated in the Kingdom of Bahrain on 21 February 1984. The Commercial Registration of the Bank was renewed on 7 January 2008 to change the status from exempt closed joint stock company to closed joint stock company. The Bank operates under a Retail Bank's licence number RB/025 issued by the Central Bank of Bahrain (CBB). The Bank has six commercial branches in the Kingdom of Bahrain.

During the year ended 31 December 2010, the shareholders of the Bank approved the merger of the Pakistan branches of the Bank with and into the Emirates Global Islamic Bank Limited (EGIBL) under a "Scheme of Amalgamation" after necessary approvals from the regulatory authorities. The scheme was sanctioned by the State Bank of Pakistan (SBP) vide its order dated 30 September 2010 and in pursuance thereof, the effective date of amalgamation was announced by the SBP as close of business on 29 October 2010 vide its letter no. BPRD (R&P-01)/2010-8040 dated 21 October 2010. Further, the name of EGIBL has been changed to Al Baraka Bank (Pakistan) Limited with effect from close of business on 29 October 2010 as notified by SBP through notification no. BPRD (R&P-01)/8365/2010.

As a result of the above amalgamation the separate existence of Pakistan branches ceased. As a consideration for the amalgamation the Bank acquired 49.64% of the total paid up capital of Albaraka Bank (Pakistan) Limited. The Bank subsequently increased its shareholding in Al Baraka Bank (Pakistan) Limited to 64.64%.

The principal activities of the Bank and its subsidiary (the "Group") are taking demand, saving and investment accounts, providing Murabaha finance, Ijara financing and other Shari'a compliant forms of financing as well as managing investors' money on the basis of Mudaraba or agency for a fee, providing commercial banking services and other investment activities. The Bank's registered office is at Building 238, Road 1704, Block 317, Manama, Kingdom of Bahrain.

These interim condensed consolidated financial statements have been prepared consolidating the results of AlBaraka Bank (Pakistan) Limited for the period from 1 January 2011 till 30 June 2011. However, the comparative information comprise of the results of the Bank incorporating the results of Pakistan branches for the period from 1 January 2010 till 30 June 2010. Consequently, the comparative information is not comparable with the current period financial information.

These interim condensed consolidated financial statements were approved by the Board of Directors on 11 August 2011.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

2.1 Basis of Preparation

The interim condensed consolidated financial statements for the six month period ended 30 June 2011 have been prepared in accordance with the guidance given by International Accounting Standard 34 "Interim Financial Reporting". The interim condensed consolidated financial statements do not contain all the information and disclosures required in the annual consolidated financial statements, and should be read in conjunction with the Group's annual consolidated financial statements as at 31 December 2010. In addition, results for the six month period ended 30 June 2011 are not necessarily indicative of the results that may be expected for the financial year ending 31 December 2011.

2.2 Accounting convention

The interim condensed consolidated financial statements are prepared on historical cost basis, except for trading investments and investments in equities and funds, which have been measured at fair value.

The consolidated financial statements are presented in Bahraini Dinars (BD).

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES (continued)

2.3 Significant accounting policies

The accounting policies adopted in the preparation of the interim condensed financial statements are consistent with those used in the preparation of the annual consolidated financial statements, for the year ended 31 December 2010, which were prepared in accordance with Financial Accounting Standards issued by Accounting and Auditing Organisation for Islamic Financial Institutions (the "AAOIFI"), the Shari'a Rules and Principles, the Bahrain Commercial Companies Law, Central Bank of Bahrain and Financial Institutions Law. For matters which are not covered by AAOIFI standards, including "Interim Financial Reporting", the Group uses the International Financial Reporting Standards (the "IFRSs").

2.4 Basis of consolidation

These interim condensed consolidated financial statements include the financial statements of the Bank and its subsidiary after elimination of inter company transactions and balances.

The following is the principle subsidiary of the Bank, which is consolidated in these interim consolidated financial statements:

<i>Bank</i>	<i>Ownership for 2010</i>	<i>Year of incorporation</i>	<i>Country of incorporation</i>	<i>No. of branches/offices at 30 June 2011</i>
<i>Held directly by the Bank</i>				
Al Baraka Bank (Pakistan) Limited	64.64%	2004	Pakistan	89

NEW AND AMENDED ACCOUNTING STANDARD AND FRAMEWORK

During 2010, AAOIFI amended its conceptual framework and issued new Financial Accounting Standard (FAS 25) "Investment in sukuk, shares and similar instruments", which are effective as of 1 January 2011.

STATEMENT OF FINANCIAL ACCOUNTING NO.1: CONCEPTUAL FRAMEWORK FOR THE FINANCIAL REPORTING BY ISLAMIC FINANCIAL INSTITUTIONS

The amended conceptual frame work provides the basis for the financial accounting standards issued by AAOIFI. The amended framework introduces the concept of substance and form compared to the concept of form over substance. The framework state that it is necessary that information, transaction and other events are accounted for and presented in accordance with its substance and economic reality as well as the legal form.

The adoption of this standard did not have any impact on the accounting policies, financial position or performance of the Group.

FINANCIAL ACCOUNTING STANDARD (FAS 25) "INVESTMENT IN SUKUK, SHARES AND SIMILAR INSTRUMENTS"

The Group has adopted FAS 25 issued by AAOIFI which covers the recognition, measurement, presentation and disclosure of investment in sukuk, shares and similar investments that exhibit characteristics of debt and equity instruments made by the Islamic financial institutions.

The adoption of this standard has an impact on the classification of certain investment. The comparative information has been adjusted accordingly.

Al Baraka Islamic Bank B.S.C. (c)

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

3 OTHER ASSETS

	30 June 2011 BD	<i>Audited</i> 31 December 2010 BD
Due from Al Tawfeek Company	35	181,787
Accounts receivable	1,526,380	2,207,277
Advance tax	824,916	998,206
Deferred tax	4,533,777	4,530,227
Advance against financing transactions	1,988,525	4,814,253
Income receivable	497,494	2,755,269
Collateral Pending Sale	694,608	694,608
Others	4,657,361	3,689,899
Total	14,723,096	19,871,526
Less: Provision for impairment	(20,867)	(235,781)
	14,702,229	19,635,745

4 OTHER LIABILITIES

	30 June 2011 BD	<i>Audited</i> 31 December 2010 BD
Security deposit against Ijara Muntahia Bittamleek	3,102,843	3,155,740
Accounts payable	3,419,917	1,280,820
Bills payable	3,467,413	1,839,252
Margins received	1,302,400	1,322,649
Provision for employees benefits	910,610	1,103,060
Charity fund	329,414	336,794
Unearned profit on sale and lease back	163,259	-
Unearned profit on Ijara assets	-	180,579
Others	1,143,160	1,116,747
	13,839,016	10,335,641

5 COMMITMENTS AND CONTINGENT LIABILITIES

	30 June 2011 BD	<i>Audited</i> 31 December 2010 BD
Guarantees	21,736,546	20,032,671
Letters of credit	34,443,526	25,940,529
Acceptances	10,891,355	9,965,432
Foreign exchange contracts	33,113,222	24,051,655
Taxation	656,423	1,312,858
Others	2,451,473	3,833,210
	103,292,545	85,136,355

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

6 SEGMENTAL INFORMATION

The primary segment adopted by the Group is geographic, since the Group operates to provide products and services in separate economic environments having risk and rewards that are different for each economic environment. The two geographical segments are Middle East and Other Asian Countries. Other Asian Countries predominantly includes operations in Pakistan.

	<i>Middle East</i>		<i>Other Asian Countries</i>	
	30 June 2011 BD	<i>31 December 2010 BD</i>	30 June 2011 BD	<i>31 December 2010 BD</i>
Assets	255,194,629	243,410,450	295,409,550	264,242,943
Liabilities and equity of investment accountholders	209,720,171	197,792,329	270,613,230	240,509,981
	<i>Six months ended 30 June</i>		<i>Six months ended 30 June</i>	
	2011 BD	<i>2010 BD</i>	2011 BD	<i>2010 BD</i>
Total operating income	3,276,714	3,000,312	5,120,019	2,315,163
Total operating expenses	(3,404,897)	(3,255,201)	(4,037,435)	(1,419,258)
Provision for impairment - net	653,679	(211,120)	87,961	(255,472)
Taxation	-	-	(413,858)	(270,506)
Income (loss) for the period	525,496	(466,009)	756,687	369,927

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

7 RELATED PARTY TRANSACTIONS

Related parties comprise major shareholders, directors of the Group, entities owned or controlled, jointly controlled or significantly influenced by them, companies affiliated by virtue of shareholding in common with that of the Group and Shari'a supervisory board.

The significant balances with related parties were as follows:

	Shareholders		Other Related Parties		Total	
	30 June	31 December	30 June	31 December	30 June	31 December
	2011	2010	2011	2010	2011	2010
	BD	BD	BD	BD	BD	BD
Assets:						
Cash and balances with banks and financial institutions	-	7,104	23,528	20,179	23,528	27,283
Sales receivables	2,262,198	944,149	2,120,955	2,167,604	4,383,153	3,111,753
Musharaka	-	315,506	104,533	450,753	104,533	766,259
Mudaraba financing	-	-	13,419,546	9,460,177	13,419,546	9,460,177
Ijara Muntahia Bittamleek	-	-	40,958	45,654	40,958	45,654
Ijara income receivables	-	-	-	7,355	-	7,355
Investments	-	-	24,233,958	25,151,719	24,233,958	25,151,719
Other assets	118,373	157,936	755	523,786	119,128	681,722
	2,380,571	1,424,695	39,944,233	37,827,227	42,324,804	39,251,922
Liabilities:						
Due to banks and other financial institutions	2,656,831	1,962,434	1,352,636	916,459	4,009,467	2,878,893
Current accounts	11,812	11,256	446,776	938,168	458,588	949,424
Other liabilities	2,883	9,237	-	-	2,883	9,237
	2,671,526	1,982,927	1,799,412	1,854,627	4,470,938	3,837,554
Equity of investment accountholders	6,911,370	12,327,633	32,722,361	49,875,451	39,633,731	62,203,084
OFF-BALANCE SHEET ITEMS:						
Equity of investment accountholders	13,679,566	7,628,543	16,072,748	21,360,008	29,752,314	28,988,551
Contingencies and commitments	-	-	4,640,813	1,787,761	4,640,813	1,787,761

The transactions with the related parties included in the statement of income are as follows:

	Six months ended	
	30 June	
	2011	2010
	BD	BD
Income		
Income from jointly financed sales	11,822	63,177
Income from jointly financed, other financings and investments	149,546	81,379
Group's income from self financed, other financings and investments	91,970	321,438
Other revenues	153,517	108,276
Group's Mudarib/agency fee from off-balance sheet equity of investment accountholders	-	2,942
	406,855	577,212
Expenses		
Return on equity of investment accountholders before Group's share as a Mudarib	686,679	495,844
Other expenses	5,975	34,889
	692,654	530,733

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

At 30 June 2011 (Unaudited)

7 RELATED PARTY TRANSACTIONS (continued)

Compensation of key management personnel is as follows:

Key management personnel includes the staff in grade of senior manager and above.

	<i>Six months ended</i>	
	<i>30 June</i>	
	2011	2010
	BD	BD
Salaries	641,219	524,108
Other benefits	166,211	149,068
	807,430	673,176

8 COMPARATIVE FIGURES

Certain of the prior period's figures have been restated to conform to the presentation adopted in the current period. Such reclassification did not affect previously reported net loss or owner's equity.