

**KUWAIT FINANCE HOUSE K.S.C. AND
SUBSIDIARIES**

**INTERIM CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

30 JUNE 2007

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**REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL INFORMATION TO
THE BOARD OF DIRECTORS OF KUWAIT FINANCE HOUSE K.S.C.**

Introduction

We have reviewed the accompanying consolidated balance sheet of Kuwait Finance House K.S.C. ("the bank") and Subsidiaries (collectively "the group") as at 30 June 2007 and the related consolidated income statement for the three month and six month periods then ended, and the related consolidated statements of changes in equity and cash flows for the six month period then ended and explanatory notes. The directors of the bank are responsible for the preparation and presentation of the interim consolidated financial information in accordance with the basis of presentation set out in Note 2. Our responsibility is to express a conclusion on the interim consolidated financial information based on our review.

Scope of Review

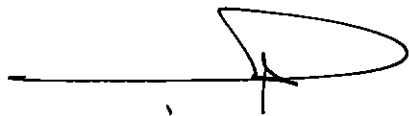
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial 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

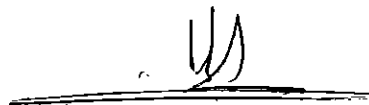
Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial information are not prepared, in all material respects, in accordance with the basis of presentation set out in Note 2.

Report on Other Legal and Regulatory Requirements

Furthermore, based on our review, the interim consolidated financial information are in agreement with the books of the bank. We further report that, to the best of our knowledge and belief, no violations of the Commercial Companies Law of 1960, as amended, nor of the articles of association of the bank have occurred that might have had a material effect on the business of the bank or on its financial position.



WALEED A. AL OSAIMI
LICENCE NO. 68 A
ERNST & YOUNG
AL AIBAN, AL OSAIMI & PARTNERS



JASSIM AHMAD AL-FAHAD
LICENCE NO. 53 A
DELOITTE
AL-FAHAD & CO.

7 July 2007
Kuwait

Kuwait Finance House K.S.C. and Subsidiaries

CONSOLIDATED INCOME STATEMENT (UNAUDITED)

Period ended 30 June 2007

	Note	3 months ended 30 June 2007 KD 000's	3 months ended 30 June 2006 KD 000's	6 months ended 30 June 2007 KD 000's	6 months ended 30 June 2006 KD 000's
INCOME					
Murabaha, Istisna'a and leasing income		117,186	77,229	211,014	157,647
Investment income	3	63,996	41,508	138,754	83,990
Fee and commission income		11,910	9,583	24,480	19,838
Net gain (loss) from dealing in foreign currencies		1,604	1,344	3,086	172
Other income		5,247	4,214	8,486	6,865
		<u>199,943</u>	<u>133,878</u>	<u>385,820</u>	<u>268,512</u>
EXPENSES					
Staff costs		14,403	12,704	34,468	26,451
General and administrative expenses		11,765	8,131	20,711	17,916
Murabaha and ijara costs		14,886	6,352	30,607	13,355
Depreciation		8,015	9,748	15,299	20,538
Provision for impairment		8,692	1,804	20,520	6,274
		<u>57,761</u>	<u>38,739</u>	<u>121,605</u>	<u>84,534</u>
PROFIT BEFORE ESTIMATED DISTRIBUTION TO DEPOSITORS					
Estimated distribution to depositors	4	(67,310)	(48,786)	(128,870)	(91,149)
PROFIT AFTER ESTIMATED DISTRIBUTION TO DEPOSITORS					
Provision for contribution to Kuwait Foundation for the Advancement of Sciences		(674)	(395)	(1,205)	(776)
Provision for National Labour Support tax		(1,530)	(1,209)	(2,693)	(1,837)
PROFIT FOR THE PERIOD		<u>72,668</u>	<u>44,749</u>	<u>131,447</u>	<u>90,216</u>
Attributable to:					
Equity holders of the bank	4	65,236	37,859	116,610	74,999
Minority interest		7,432	6,890	14,837	15,217
		<u>72,668</u>	<u>44,749</u>	<u>131,447</u>	<u>90,216</u>
BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE BANK					
	5	<u>41 fils</u>	<u>24 fils</u>	<u>73 fils</u>	<u>47 fils</u>

The attached notes 1 to 13 form part of the interim consolidated financial information.

Kuwait Finance House K.S.C. and Subsidiaries

CONSOLIDATED BALANCE SHEET (UNAUDITED)

At 30 June 2007

		(Unaudited) 30 June 2007 KD 000's	(Audited) 31 December 2006 KD 000's	(Unaudited) 30 June 2006 KD 000's
ASSETS				
Cash and balances with banks and financial institutions		152,173	231,996	186,468
Short-term international murabaha		1,767,251	1,050,599	639,703
Receivables		3,473,092	2,778,166	2,715,968
Leased assets		734,363	647,939	566,585
Available for sale investments		808,325	583,351	503,265
Investment in associates		285,975	210,538	179,057
Trading properties		136,428	90,463	87,758
Investment properties		206,782	207,423	188,036
Other assets		73,948	128,327	86,177
Property and equipment		378,566	384,989	256,567
TOTAL ASSETS		8,016,903	6,313,791	5,409,584
LIABILITIES, DEFERRED REVENUE, FAIR VALUE RESERVE, FOREIGN EXCHANGE TRANSLATION RESERVE AND TOTAL EQUITY				
LIABILITIES				
Due to banks and financial institutions		1,229,981	1,080,004	558,224
Depositors' accounts		4,821,614	3,729,930	3,583,139
Other liabilities		360,537	289,325	221,364
TOTAL LIABILITIES		6,412,132	5,099,259	4,362,727
DEFERRED REVENUE		329,671	299,263	270,008
FAIR VALUE RESERVE	6	70,210	66,654	47,201
FOREIGN EXCHANGE TRANSLATION RESERVE	7	12,372	8,683	10,381
EQUITY ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE BANK				
Share capital	8	171,535	122,525	122,525
Share premium		464,694	188,788	188,510
Proposed issue of bonus shares		-	18,379	-
Reserves		297,154	302,958	224,316
Profit for the period attributable to equity holders of the bank		116,610	-	74,999
Proposed cash dividend		-	69,839	-
TOTAL EQUITY ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE BANK		1,049,993	632,650	610,350
Minority interest		142,525	137,443	108,917
TOTAL EQUITY		1,192,518	839,932	719,267
TOTAL LIABILITIES, DEFERRED REVENUE, FAIR VALUE RESERVE, FOREIGN EXCHANGE TRANSLATION RESERVE AND TOTAL EQUITY		8,016,903	6,313,791	5,409,584


BADER ABDULMOHSEN AL-MURHAIZEEM
(CHAIRMAN AND MANAGING DIRECTOR)


MOHAMED SULAIMAN AL-OMAR
(GENERAL MANAGER)

The attached notes 1 to 13 form part of the interim consolidated financial information.

Kuwait Finance House K.S.C. and Subsidiaries

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

Period ended 30 June 2007

	Attributable to equity holders of the bank										Minority interest KD 000's	Total equity KD 000's
	Proposed					Reserves						
	Share capital KD 000's	Share premium KD 000's	Proposed issue of bonus shares KD 000's	Employee share options reserve KD 000's	Treasury shares KD 000's	Sub total KD 000's	Profit for the period KD 000's	Sub total KD 000's	Proposed cash dividends KD 000's	Sub total KD 000's		
At 31 December 2005	109,397	188,465	13,128	169,386	60,944	229,052	-	540,042	60,168	600,210	80,420	680,630
Movements during the period	13,128	-	(13,128)	-	-	-	-	-	-	-	-	-
Issue of bonus shares (Note 8)	-	45	-	-	-	-	-	45	-	45	-	45
Cash received on cancellation of share options	-	-	-	-	(5,091)	(5,091)	-	(5,091)	-	(5,091)	-	(5,091)
Zakat	-	-	-	-	-	-	-	-	(60,168)	(60,168)	-	(60,168)
Cash dividends paid	-	-	-	-	-	-	-	-	-	-	-	-
Net movement in treasury shares	-	-	-	-	-	355	-	355	-	355	-	355
Net change in minority interest	-	-	-	-	-	-	-	-	-	-	13,280	13,280
Profit for the period	-	-	-	-	-	-	74,999	74,999	-	74,999	15,217	90,216
At 30 June 2006	122,525	188,510	-	169,386	55,853	224,316	(923)	610,350	-	610,350	108,917	719,267
At 31 December 2006	122,525	188,788	18,379	186,115	112,910	302,958	(304)	632,650	69,839	702,489	137,443	839,932
Movements during the period	18,379	-	(18,379)	-	-	-	-	-	-	-	-	-
Issue of bonus shares (Note 8)	30,631	275,681	-	-	-	-	-	306,312	-	306,312	-	306,312
Issue of shares for cash (Note 8)	-	-	-	-	-	-	-	-	-	-	-	-
Cash received on cancellation of share options	-	225	-	-	-	-	-	225	-	225	-	225
Zakat	-	-	-	-	(5,804)	(5,804)	-	(5,804)	-	(5,804)	-	(5,804)
Cash dividends paid	-	-	-	-	-	-	-	-	(69,839)	(69,839)	-	(69,839)
Net change in minority interest	-	-	-	-	-	-	-	-	-	-	(9,755)	(9,755)
Profit for the period	-	-	-	-	-	116,610	-	116,610	-	116,610	14,837	131,447
At 30 June 2007	171,535	464,694	-	186,115	107,106	297,154	(304)	1,049,993	-	1,049,993	142,525	1,192,518

The attached notes 1 to 13 form part of the interim consolidated financial information.

Kuwait Finance House K.S.C. and Subsidiaries

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)

Period ended 30 June 2007

	Note	6 months ended 30 June 2007 KD 000's	6 months ended 30 June 2006 KD 000's
OPERATING ACTIVITIES			
Profit for the period		131,447	90,216
Adjustment for:			
Depreciation		15,299	20,538
Provision for impairment		20,520	6,274
Dividend income		(8,653)	(6,970)
Gain on sale of investments		(60,013)	(13,667)
Share of the accumulated retained earnings of the newly consolidated subsidiary as of 1 January 2006		-	(5,090)
Share of results of associates		(27,784)	(33,423)
Changes in operating assets and liabilities		70,816	57,878
<i>(Increase) decrease in operating assets:</i>			
Exchange of deposits		-	4,727
Receivables		(1,227,992)	(843,032)
Leased assets		(88,085)	35,620
Trading properties		(45,964)	5,251
Other assets		51,326	(18,068)
<i>Increase (decrease) in operating liabilities:</i>			
Due to banks and financial institutions		149,977	276,606
Depositors' accounts		1,091,684	393,795
Other liabilities		61,493	13,116
Deferred revenue		30,409	34,770
Net cash from (used in) operating activities		<u>93,664</u>	<u>(39,337)</u>
INVESTING ACTIVITIES			
Net (purchase) sale of available for sale investments		(173,096)	54,861
Net purchase of investment properties		(511)	(3,934)
Purchase of property and equipment		(7,712)	(169,032)
Net purchase of investment in associates		(38,399)	(2,900)
Dividend income received		8,653	6,970
Net cash used in investing activities		<u>(211,065)</u>	<u>(114,035)</u>
FINANCING ACTIVITIES			
Issue of shares		306,312	-
Cash dividends paid		(69,839)	(60,168)
Cash received on cancellation of share options		225	45
Payment of zakat		(5,804)	(5,091)
Net movement in treasury shares		-	355
Net cash from (used in) financing activities		<u>230,894</u>	<u>(64,859)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at 1 January		883,141	701,582
CASH AND CASH EQUIVALENTS AT 30 JUNE	9	<u><u>996,634</u></u>	<u><u>483,351</u></u>

The attached notes 1 to 13 form part of the interim consolidated financial information.

Kuwait Finance House K.S.C. and Subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2007

1 ACTIVITIES

The interim consolidated financial information of the group for the period ended 30 June 2007 were authorised for issue in accordance with a resolution of the bank's board of directors on 7 July 2007.

The group comprises Kuwait Finance House K.S.C. (the bank) and its consolidated subsidiaries. The bank is a public shareholding company incorporated in Kuwait on 23 March 1977 and is registered as an Islamic bank with the Central Bank of Kuwait on 24 May 2004. It is engaged principally in providing banking services, the purchase and sale of properties, leasing, project construction for its own account as well as for third parties and other trading activities without practising usury. Trading activities are conducted on the basis of purchasing various goods and selling them on Murabaha at negotiated profit margins which can be settled in cash or on instalment credit basis. The bank's registered head office is at Abdulla Al-Mubarak Street, Murqab, Kuwait.

All activities are conducted in accordance with Islamic Sharee'a, as approved by the bank's Fatwa and Sharee'a Supervisory Board.

2 SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

The interim consolidated financial information of the group have been prepared in accordance with IAS 34, Interim Financial Reporting except as noted below.

The accounting policies used in the preparation of the interim consolidated financial information are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2006.

The annual consolidated financial statements for the year ended 31 December 2006 were prepared in accordance with the regulations of the State of Kuwait for financial services institutions regulated by the Central Bank of Kuwait. These regulations require adoption of all International Financial Reporting Standards (IFRS) except for the IAS 39 requirement for collective impairment provision, which has been replaced by the Central Bank of Kuwait's requirement for a minimum general provision as described below.

The impairment provision for finance facilities complies in all material respects with the specific provision requirements of the Central Bank of Kuwait and IFRS. In March 2007, the Central Bank of Kuwait issued a circular amending the basis of making general provisions on facilities changing the rate from 2% to 1% for cash facilities and 0.5% for non cash facilities. The required rates were to be applied effective from 1 January 2007 on the net increase in facilities, net of certain restricted categories of collateral, during the reporting period. The general provision in excess of the present 1% for cash facilities and 0.5% for non cash facilities would be retained as a general provision until a further directive from the Central Bank of Kuwait is issued.

Operating results for the period are not necessarily indicative of the results that may be expected for the year ending 31 December 2007.

3 INVESTMENT INCOME

During the three month period ended 31 March 2007, the bank disposed of its entire investment in one of its real estate funds and recorded a gain of KD 27,570 thousand after retaining KD 16,288 thousand for taxation and other expenses pending finalisation of tax liability with the concerned tax authorities.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2007

4 ESTIMATED DISTRIBUTION TO DEPOSITORS AND PROFIT FOR THE PERIOD ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK

Management of the bank is of the opinion that the estimated distribution to depositors is presented for information purposes only, and accordingly the estimated distribution to depositors and the profit for the period attributable to equity holders should not be relied upon to indicate distribution of profit to all parties concerned for the period ended 30 June 2007, or for the year ending 31 December 2007.

The actual profit to be distributed to all parties concerned will be determined by the board of directors of the bank in accordance with the bank's articles of association, based on the annual audited results for the year ending 31 December 2007.

5 BASIC AND DILUTED EARNINGS PER SHARE ATTRIBUTABLE TO EQUITY HOLDERS OF THE BANK

Basic and diluted earnings per share are based on the profit for the period attributable to equity holders of the bank of KD 116,610 thousand (30 June 2006: KD 74,999 thousand) and the weighted average number of ordinary shares outstanding during the period of 1,596,306 thousand (30 June 2006: 1,581,265 thousand) after adjusting for treasury shares held by the group.

The basic and diluted earnings per share of the comparative periods have been restated for bonus and rights shares issued during 2007.

The distributable earnings per share of the current period after adjustment for the impact of the capital increase from 1 January 2007 and bonus shares issued during 2007 is 68 fils per share.

6 FAIR VALUE RESERVE

Changes in fair value of available for sale investments are reported in the fair value reserve. Management of the bank is of the opinion that this reserve is attributable to both the depositors and equity holders. As a result, the reporting of this reserve as a separate item on the consolidated balance sheet enables a fairer presentation than its inclusion under equity.

The movement in the fair value reserve is analysed as follows:

	<i>(Unaudited)</i> 30 June 2007 KD 000's	<i>(Audited)</i> 31 December 2006 KD 000's	<i>(Unaudited)</i> 30 June 2006 KD 000's
Balance at the beginning of the period/year	66,654	62,092	62,092
Change in fair values during the period/year	16,525	9,486	(13,340)
Gain realised during the period/year	(11,950)	(7,697)	(1,551)
Share of changes in associates' fair value reserves	(1,019)	2,773	-
	<u>70,210</u>	<u>66,654</u>	<u>47,201</u>

7 FOREIGN EXCHANGE TRANSLATION RESERVE

The foreign exchange translation reserve arises on the consolidation of foreign subsidiaries and equity accounting of foreign associates.

Management of the bank is of the opinion that this reserve is attributable to both the depositors and equity holders. As a result, the reporting of this reserve as a separate item on the consolidated balance sheet enables a fairer presentation than its inclusion under equity.

Kuwait Finance House K.S.C. and Subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2007

8 SHARE CAPITAL

The ordinary and extraordinary general assembly meeting of the shareholders of the bank held on 19 February 2007 approved an increase in the authorised share capital from KD122,525 thousand to KD 140,904 thousand by way of issuance of 15% bonus shares amounting to KD 18,379 thousand and by issuance of 306,312 thousand shares with a nominal value of 100 fils per share amounting to KD 30,631 thousand plus premium of 900 fils per share amounting to KD 275,681 thousand. As at 30 June 2007, the bonus shares have been issued, and the rights issue has been fully subscribed. Accordingly, the authorised, issued and fully paid-up share capital at 30 June 2007, comprises 1,715,350 thousand shares (31 December 2006 and 30 June 2006: 1,225,250 thousand shares) of 100 fils each.

9 CASH AND CASH EQUIVALENTS

	<i>(Unaudited)</i> 30 June 2007 KD 000's	<i>(Audited)</i> 31 December 2006 KD 000's	<i>(Unaudited)</i> 30 June 2006 KD 000's
Cash	37,516	45,901	29,609
Balances with Central Banks	61,715	141,942	60,011
Balances with banks and financial institutions – current accounts	52,942	42,880	96,848
Balances with banks and financial institutions – exchange of deposits	-	1,273	-
Cash and balances with banks and financial institutions	<u>152,173</u>	<u>231,996</u>	<u>186,468</u>
Short-term international murabaha – maturing within 3 months of contract date	302,164	428,390	296,883
Tawarruq balances with Central Bank of Kuwait (included with short-term international murabaha)	<u>542,297</u>	<u>222,755</u>	-
Cash and cash equivalents	<u><u>996,634</u></u>	<u><u>883,141</u></u>	<u><u>483,351</u></u>

10 CONTINGENCIES AND COMMITMENTS

At the balance sheet date there were outstanding contingencies and commitments entered into in the ordinary course of business in respect of the following:

	<i>(Unaudited)</i> 30 June 2007 KD 000's	<i>(Audited)</i> 31 December 2006 KD 000's	<i>(Unaudited)</i> 30 June 2006 KD 000's
Acceptances and letters of credit	208,128	147,975	49,557
Guarantees	485,110	414,056	231,794
	<u>693,238</u>	<u>562,031</u>	<u>281,351</u>
Capital commitments	<u><u>762,097</u></u>	<u><u>667,406</u></u>	<u><u>83,010</u></u>

Kuwait Finance House K.S.C. and Subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2007

11 RELATED PARTY TRANSACTIONS

Certain related parties (directors and executive employees, officers of the group, their families, associated companies and companies of which they are the principal owners) were depositors and finance facilities customers of the bank, in the ordinary course of business. Such transactions were made on substantially the same terms, including profit rates and collateral, as those prevailing at the same time for comparable transactions with unrelated parties and did not involve more than a normal amount of risk. These transactions are approved by the Ordinary General Assembly of the equity holders of the bank. The balances included in the interim consolidated financial information are as follows:

	<i>Major shareholders KD 000's</i>	<i>Associates KD 000's</i>	<i>Board Members and Executive Officers KD 000's</i>	<i>Other related parties KD 000's</i>	<i>TOTAL 6 month ended 30 June</i>	
					<i>2007 KD 000's</i>	<i>2006 KD 000's</i>
Related parties						
Receivables	66	1,524	8,184	12,337	22,111	31,809
Due to banks and financial institutions	-	-	-	12,083	12,083	34,372
Depositors accounts	25,272	25,493	5,389	6,832	62,986	22,467
Commitments and contingencies	1,664	610	-	-	2,274	3,445

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION (UNAUDITED)

At 30 June 2007

11 RELATED PARTY TRANSACTIONS (continued)

Details of the interests of Board Members and Executive Officers are as follows:

	The number of Board Members or Executive Officers			The number of related parties			Values		
	(Unaudited) 30 June 2007	(Audited) 31 December 2006	(Unaudited) 30 June 2006	(Unaudited) 30 June 2007	(Audited) 31 December 2006	(Unaudited) 30 June 2006	(Unaudited) 30 June 2007	(Audited) 31 December 2006	(Unaudited) 30 June 2006
Board Members									
Finance facilities	20	10	6	7	9	4	9,093	6,946	454
Credit cards	14	9	14	11	12	19	60	79	40
Deposits	27	17	16	74	66	478	28,909	21,264	2,086
Collateral against finance facilities	4	11	1	-	-	-	359	202	355
Executive Officers									
Finance facilities	22	23	21	7	12	42	1,177	1,612	923
Credit cards	13	15	32	18	28	40	40	50	46
Deposits	27	21	35	98	104	126	2,541	3,450	968
Collateral against finance facilities	8	16	7	1	1	18	1,641	2,195	1,170

Compensation of key management personnel is as follows:

	(Unaudited)		(Audited)		(Unaudited)	
	30 June 2007	31 December 2006	30 June 2006	31 December 2006	30 June 2006	30 June 2006
Short-term employee benefits	2,010	3,965	925			
Termination benefits	4,310	4,403	4,132			
Share options	-	1,013	-			
	<u>6,320</u>	<u>9,381</u>	<u>5,057</u>			

Kuwait Finance House K.S.C. and Subsidiaries

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL INFORMATION

(UNAUDITED)

At 30 June 2007

12 SEGMENTAL ANALYSIS

Primary segment information

For management purposes the group is organised into three major business segments:

30 June 2007 (Unaudited)			<i>Retail and corporate banking</i>	<i>Other segments</i>	<i>Total</i>
	<i>Treasury</i>	<i>Investment</i>	<i>banking</i>	<i>KD 000's</i>	
	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>
Income	<u>39,296</u>	<u>141,319</u>	<u>186,585</u>	<u>18,620</u>	<u>385,820</u>
Profit before estimated distribution to depositors	<u>30,945</u>	<u>95,990</u>	<u>131,350</u>	<u>5,930</u>	<u>264,215</u>
Total assets	<u>1,482,334</u>	<u>2,366,442</u>	<u>3,934,180</u>	<u>233,947</u>	<u>8,016,903</u>
Total liabilities, deferred revenue, fair value reserve, foreign exchange translation reserve and total equity	<u>1,275,874</u>	<u>529,559</u>	<u>5,167,789</u>	<u>1,043,681</u>	<u>8,016,903</u>

30 June 2006 (Unaudited)			<i>Retail and corporate banking</i>	<i>Other segments</i>	<i>Total</i>
	<i>Treasury</i>	<i>Investment</i>	<i>banking</i>	<i>KD 000's</i>	
	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>
Income	<u>10,564</u>	<u>127,468</u>	<u>120,850</u>	<u>9,630</u>	<u>268,512</u>
Profit before estimated distribution to depositors	<u>7,238</u>	<u>87,338</u>	<u>82,804</u>	<u>6,598</u>	<u>183,978</u>
Total assets	<u>717,783</u>	<u>1,546,072</u>	<u>3,091,459</u>	<u>54,270</u>	<u>5,409,584</u>
Total liabilities, deferred revenue, fair value reserve, foreign exchange translation reserve and total equity	<u>444,238</u>	<u>481,451</u>	<u>3,664,896</u>	<u>818,999</u>	<u>5,409,584</u>

Secondary segment information

	<i>Local</i>		<i>International</i>		<i>Total</i>	
	<i>30 June 2007</i>	<i>30 June 2006</i>	<i>30 June 2007</i>	<i>30 June 2006</i>	<i>30 June 2007</i>	<i>30 June 2006</i>
	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>	<i>KD 000's</i>
Income	<u>221,500</u>	<u>210,887</u>	<u>164,320</u>	<u>57,625</u>	<u>385,820</u>	<u>268,512</u>
Profit before estimated distribution to depositors	<u>173,031</u>	<u>144,495</u>	<u>91,184</u>	<u>39,483</u>	<u>264,215</u>	<u>183,978</u>

13 FIDUCIARY ASSETS

The aggregate value of assets held in a trust or fiduciary capacity by the bank at 30 June 2007 amounted to KD 613,090 thousand (31 December 2006: KD 467,356 thousand and 30 June 2006: KD 353,141 thousand).