

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2007

	Attributable to Bank's equity shareholders													
	Reserves												Minority interest	Total
	Ordinary share capital	Preference share capital	Share premium	Capital reserve	Statutory reserve	Revaluation reserve	Foreign currency translation adjustments	Retained earnings	Proposed appropriations	Cumulative changes in fair values	Total reserves			
US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	
Balance at 31 December 2006	682,500	148,941	235,820	307	71,420	-	(4,375)	158,901	112,097	137,507	711,677	283,554	1,826,672	
Directors' fees paid	-	-	-	-	-	-	-	-	(833)	-	(833)	-	(833)	
Donations approved	-	-	-	-	-	-	-	-	(500)	-	(500)	-	(500)	
Currency translation adjustments	-	-	-	-	-	-	40,455	-	-	-	40,455	-	40,455	
Net fair value movements during the period (note 20(f))	-	-	-	-	-	-	-	-	-	4,573	4,573	21,230	25,803	
Revaluation of freehold land (note 12)	-	-	-	-	-	94,290	-	-	-	-	94,290	2,718	97,008	
Net income recognised directly in equity	-	-	-	-	-	94,290	40,455	-	(1,333)	4,573	137,985	23,948	161,933	
Net profit for the year	-	-	-	-	-	-	-	296,317	-	-	296,317	63,509	359,826	
Total recognised income and expense for the year	-	-	-	-	-	94,290	40,455	296,317	(1,333)	4,573	434,302	87,457	521,759	
Class A preference share dividend paid (note 20)	-	-	-	-	-	-	-	-	(14,288)	-	(14,288)	-	(14,288)	
Class B preference share dividend paid (note 20)	-	-	-	-	-	-	-	-	(926)	-	(926)	-	(926)	
Ordinary share dividend paid (note 20)	-	-	-	-	-	-	-	-	(95,550)	-	(95,550)	(34,868)	(130,418)	
Bonus shares issued (note 19(b))	68,250	-	-	-	-	-	-	(68,250)	-	-	(68,250)	-	-	
Other equity movements of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	2,258	2,258	
Rights issue (note 19(b))	93,451	-	280,354	-	-	-	-	-	-	-	280,354	-	373,805	
Class B preference shares issued (note 19(b))	-	24,060	45,199	-	-	-	-	-	-	-	45,199	-	69,259	
Transfer to statutory reserve (note 20(c))	-	-	-	-	29,632	-	-	(29,632)	-	-	-	-	-	
Proposed dividend on Class A preference shares – convertible portion (note 20(e))	-	-	-	-	-	-	-	(15,366)	15,366	-	-	-	-	
Proposed dividend on Class B preference shares (note 20(e))	-	-	-	-	-	-	-	(5,716)	5,716	-	-	-	-	
Proposed dividend on ordinary shares (note 20(e))	-	-	-	-	-	-	-	(105,780)	105,780	-	-	-	-	
Proposed directors' fees	-	-	-	-	-	-	-	(1,002)	1,002	-	-	-	-	
Proposed donations	-	-	-	-	-	-	-	(1,000)	1,000	-	-	-	-	
Balance at 31 December 2007	844,201	173,001	561,373	307	101,052	94,290	36,080	228,472	128,864	142,080	1,292,518	338,401	2,648,121	

The attached notes 1 to 37 form part of these consolidated financial statements.

Ahli United Bank B.S.C.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2007

Attributable to Bank's equity shareholders

	Reserves												
	Ordinary share capital US\$ '000	Preference share capital US\$ '000	Share premium US\$ '000	Capital reserve US\$ '000	Statutory reserve US\$ '000	Revaluation reserve US\$ '000	Foreign currency		Proposed appro- priations US\$ '000	Cumulative changes in fair values US\$ '000	Total reserves US\$ '000	Minority interest US\$ '000	Total US\$ '000
							translation adjustments US\$ '000	Retained earnings US\$ '000					
Balance at 31 December 2005	650,000	125,000	216,667	307	50,672	-	(5,010)	116,766	89,403	123,813	592,618	255,580	1,623,198
Directors' fees paid	-	-	-	-	-	-	-	-	(617)	-	(617)	-	(617)
Donations approved	-	-	-	-	-	-	-	-	(413)	-	(413)	-	(413)
Currency translation adjustments	-	-	-	-	-	-	635	-	-	-	635	-	635
Net fair value movements during the period (note 20(f))	-	-	-	-	-	-	-	-	-	13,694	13,694	3,553	17,247
Net income recognised directly in equity	-	-	-	-	-	-	635	-	(1,030)	13,694	13,299	3,553	16,852
Net profit for the year	-	-	-	-	-	-	-	207,480	-	-	207,480	50,343	257,823
Total recognised income and expense for the year	-	-	-	-	-	-	635	207,480	(1,030)	13,694	220,779	53,896	274,675
Class A preference share dividend paid	-	-	-	-	-	-	-	-	(10,373)	-	(10,373)	-	(10,373)
Class B preference share dividend paid	-	-	-	-	-	-	-	-	-	-	-	-	-
Ordinary share dividend paid	-	-	-	-	-	-	-	-	(78,000)	-	(78,000)	(22,107)	(100,107)
Bonus shares issued	32,500	-	-	-	-	-	-	(32,500)	-	-	(32,500)	-	-
Other equity movements of a subsidiary	-	-	-	-	-	-	-	-	-	-	-	(3,815)	(3,815)
Class B preference shares issued (note 19(b))	-	23,941	19,153	-	-	-	-	-	-	-	19,153	-	43,094
Transfer to statutory reserve (note 20(c))	-	-	-	-	20,748	-	-	(20,748)	-	-	-	-	-
Proposed dividend on Class A preference shares – convertible portion (note 20(e))	-	-	-	-	-	-	-	(14,288)	14,288	-	-	-	-
Proposed dividend on Class B preference shares (note 20(e))	-	-	-	-	-	-	-	(926)	926	-	-	-	-
Proposed dividend on ordinary shares (note 20(e))	-	-	-	-	-	-	-	(95,550)	95,550	-	-	-	-
Proposed directors' fees	-	-	-	-	-	-	-	(833)	833	-	-	-	-
Proposed donations	-	-	-	-	-	-	-	(500)	500	-	-	-	-
Balance at 31 December 2006	682,500	148,941	235,820	307	71,420	-	(4,375)	158,901	112,097	137,507	711,677	283,554	1,826,672

The attached notes 1 to 37 form part of these consolidated financial statements.