

THE SAUDI INVESTMENT BANK

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the years ended December 31, 2007 and 2006

		Share capital	Statutory reserve	General reserve	Other reserves	Retained earnings	Proposed dividend	Total
<u>2007</u>	Notes	SAR'000	SAR'000	SAR'000	SAR'000	SAR'000	SAR'000	SAR'000
Balance at the beginning								
of the year		2,406,250	1,952,000	-	137,256	1,505,811	-	6,001,317
Net changes in fair value of available								
for sale investments		-	-	-	77,172	-	-	77,172
Transfer to statement of income		-	-	-	(131,048)	-	-	(131,048)
Net loss recognized								
directly in equity		-	-	-	(53,876)	-	-	(53,876)
Net income for the year						822,185	-	822,185
Total recognized (expense)								
and income for the year		-	-	-	(53,876)	822,185	-	768,309
Bonus share issue	14	1,503,910	-	-	-	(1,503,910)	-	-
Transfer to statutory reserve	15	-	206,000	-	-	(206,000)	-	-
Balance at the end of the year		<u>3,910,160</u>	<u>2,158,000</u>	<u>-</u>	<u>83,380</u>	<u>618,086</u>	<u>-</u>	<u>6,769,626</u>
<u>2006</u>								
Balance at the beginning								
of the year		1,718,750	1,450,000	687,500	1,318,970	1,553	129,938	5,306,711
Net changes in fair value of available								
for sale investments		-	-	-	(509,140)	-	-	(509,140)
Transfer to statement of income		-	-	-	(672,574)	-	-	(672,574)
Net loss recognized directly								
in equity		-	-	-	(1,181,714)	-	-	(1,181,714)
Net income for the year						2,006,258	-	2,006,258
Total recognized (expense)								
and income for the year		-	-	-	(1,181,714)	2,006,258	-	824,544
Bonus share issue		687,500	-	(687,500)	-	-	-	-
Transfer to statutory reserve	15	-	502,000	-	-	(502,000)	-	-
2005 final dividend paid		-	-	-	-	-	(129,938)	(129,938)
Balance at end of the year		<u>2,406,250</u>	<u>1,952,000</u>	<u>-</u>	<u>137,256</u>	<u>1,505,811</u>	<u>-</u>	<u>6,001,317</u>