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**SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES**

**CONDENSED CONSOLIDATED**  
**INTERIM FINANCIAL STATEMENTS**  
**(UN – AUDITED)**  
**30 JUNE 2012**

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## Directors' Report

The Directors have pleasure in presenting their report together with the condensed consolidated interim financial statements of SHARJAH ISLAMIC BANK ("the Bank") for the six-month period ended 30<sup>st</sup> June 2012.

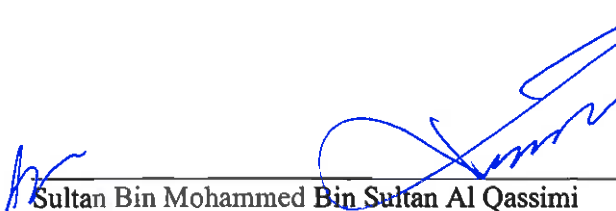
### **Financial Highlights**

The Group has reported a net profit of AED 149.2 million for the six-month period ended 30<sup>th</sup> June 2012 compared to AED 123.3 million for the corresponding prior year period, an increase of 21.0%.

Compared to December 2011, total assets increased by AED 391.0 million to reach AED 18.1 billion, an increase of 2.2%, financing receivables and leased assets increased by 1.4 % (AED 142.8 million) to reach AED 10.6 billion, and customer deposits experienced a growth of 3.7 % (AED 385.8 million) to reach AED 10.8 billion.

### **Directors:-**

H.H. Shaikh Sultan Bin Mohammed Bin Sultan Al Qassimi	Chairman
H.E. Abdul Rahman Mohammed Nasser Al Owais	Vice Chairman
Mr. Othman Mohammed Sharif Zaman	Member
Mr. Ahmed Ghanim Al Suwaidi	Member
Mr. Ali Bin Salim Al Mazrou	Member
Mr. Ahmed Mohamed Obaid Al Shamsi	Member
Mr. Jassar Dakhil Al Jassar	Member
Mr. Mohammad N. Al Fouzan	Member

  
Sultan Bin Mohammed Bin Sultan Al Qassimi  
Chairman  
17<sup>th</sup> July 2012



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## **Independent auditors' report on review of condensed consolidated interim financial information**

### **The Shareholders SHARJAH ISLAMIC BANK PJSC**

#### *Introduction*

We have reviewed the accompanying condensed consolidated interim statement of financial position of Sharjah Islamic Bank PJSC ("the Bank") and its subsidiaries (collectively referred as "the Group") as at 30 June 2012, the condensed consolidated interim statements of comprehensive income (comprising a separate condensed consolidated interim statement of income and a condensed consolidated interim statement of comprehensive income), changes in equity and cash flows for the six-month period then ended, and notes to the condensed consolidated interim financial information ("the condensed consolidated interim financial information"). Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Financial Reporting Standards IAS 34, "*Interim financial reporting*". Our responsibility is to express a conclusion on this condensed consolidated interim financial information 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 condensed consolidated 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 condensed consolidated interim financial information as at 30 June 2012 is not prepared, in all material respects, in accordance with IAS 34, "*Interim Financial Reporting*".

**KPMG**  
Vijendra Nath Malhotra  
Registration No: 48B

**17 JUL 2012**

# SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

(Currency: Thousands of U.A.E Dirhams)

	30 June 2012 <u>Un-audited</u>	31 December 2011 <u>Audited</u>
<b>Assets</b>		
Cash and balances with banks and financial institutions	1,489,084	1,770,432
International murabaha and wakalah with financial institutions	2,622,129	2,341,534
Financing receivables	2,587,015	2,370,688
Leased assets receivables	7,983,250	8,056,746
Investments securities	929,853	734,536
Investment properties	177,207	177,207
Properties held-for-sale	1,026,923	1,020,803
Other assets	424,744	408,198
Property and equipment	883,950	852,998
<b>Total assets</b>	<b>18,124,155</b>	<b>17,733,142</b>
<b>Liabilities</b>		
Customers' deposits	10,784,673	10,398,853
Due to banks	1,015,827	900,972
Sukuk payable	1,463,785	1,463,062
Other liabilities	408,330	413,742
Accrued zakat	70,603	150,355
<b>Total liabilities</b>	<b>13,743,218</b>	<b>13,326,984</b>
<b>Shareholders' equity</b>		
Share capital	2,425,500	2,425,500
Legal reserve	1,327,617	1,327,617
Statutory reserve	89,008	89,008
Revaluation reserve	(46,968)	(20,481)
Retained earnings	585,780	584,514
<b>Total shareholders' equity</b>	<b>4,380,937</b>	<b>4,406,158</b>
<b>Total liabilities and shareholders' equity</b>	<b>18,124,155</b>	<b>17,733,142</b>
<b>Contingent Liabilities</b>		
Letters of credit	119,601	153,106
Letters of guarantee	878,651	660,447
	<b>998,252</b>	<b>813,553</b>

These condensed consolidated interim financial statements were authorised for issue in accordance with a resolution of the Directors on 17<sup>th</sup> July 2012.

  
Sultan Bin Mohammed Bin Sultan Al Qassimi  
Chairman

  
Mohammed Ahmed Abdullah  
Chief Executive Officer

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

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## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF INCOME  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)  
(Currency: Thousands of U.A.E. Dirhams)

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2012	2011	2012	2011
Income from murabaha and leasing	162,114	168,162	343,335	350,536
Profit paid on Sukuk	(17,674)	(9,205)	(35,360)	(11,373)
Fees, commission and other income	40,124	31,099	80,236	63,518
Income from subsidiary companies	4,801	4,561	12,560	12,694
<b>Total income</b>	<b>189,365</b>	<b>194,617</b>	<b>400,771</b>	<b>415,375</b>
General and administrative expenses	(79,726)	(71,932)	(158,455)	(148,122)
<b>Net operating income</b>	<b>109,639</b>	<b>122,685</b>	<b>242,316</b>	<b>267,253</b>
Provisions - net of recoveries	(2,750)	(12,885)	(11,718)	(22,687)
<b>Net profit before distribution to depositors</b>	<b>106,889</b>	<b>109,800</b>	<b>230,598</b>	<b>244,566</b>
Distribution to depositors	(40,429)	(56,501)	(81,402)	(121,297)
<b>Net profit for the period</b>	<b>66,460</b>	<b>53,299</b>	<b>149,196</b>	<b>123,269</b>
(Attributable to the shareholders of the Bank)				
Earning per share (U.A.E. Dirhams)	0.03	0.02	0.06	0.05

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

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## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

### CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)

(Currency: Thousands of U.A.E. Dirhams)

	For the three-month period ended 30 June		For the six-month period ended 30 June	
	2012	2011	2012	2011
<b>Net profit for the period</b>	<b>66,460</b>	53,299	<b>149,196</b>	123,269
<b>Other comprehensive income</b>				
Net change in fair value reserve	(628)	(3,564)	(26,487)	(3,512)
<b>Total comprehensive income for the period</b>	<b>65,832</b>	49,735	<b>122,709</b>	119,757
(Attributable to the shareholders of the Bank)				

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un-audited)  
(Currency: Thousands of U.A.E. Dirhams)

	For the six-month period ended 30 June	
	2012	2011
<b>Cash flows from operating activities:</b>		
<b>Net profit for the period</b>	<b>149,196</b>	<b>123,269</b>
Adjustments:		
Depreciation	12,293	12,468
Amortisation of sukuk issuance cost	723	522
Provision on financing and leased assets receivables	15,888	18,940
Unrealised loss on financial assets at fair value through profit or loss	(2,712)	1,472
<b>Operating profit before changes in operating assets and liabilities</b>	<b>175,388</b>	<b>156,671</b>
Changes in operating assets and liabilities:		
Change in reserve with Central Bank	(16,762)	(22,080)
Change in international murabaha and wakalah with financial institutions	(187,219)	34,995
Change in financing receivables	(226,215)	(122,130)
Change in leased assets	67,496	(390,684)
Change in other assets, net	(16,546)	(44,828)
Change in customers' deposits	385,820	662,379
Change in due to banks	114,855	(546,620)
Change in zakat	(79,752)	(13,216)
Change in other liabilities	(5,413)	100,411
<b>Net cash flows from / (used in) operating activities</b>	<b>211,652</b>	<b>(185,102)</b>
<b>Cash flows from investing activities:</b>		
Properties and equipment – net	(43,245)	(15,166)
Acquisition in Properties held-for-sale	(6,120)	(8,364)
Investments securities	(219,091)	12,292
<b>Net cash used in investing activities</b>	<b>(268,456)</b>	<b>(11,238)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from Sukuk	-	1,463,067
Board of Directors' fees paid	(2,400)	(2,470)
Cash dividends	(145,530)	(133,402)
<b>Net cash (used in) / from financing activities</b>	<b>(147,930)</b>	<b>1,327,195</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(204,734)</b>	<b>1,130,855</b>
<b>Cash and cash equivalents, beginning of the period</b>	<b>3,099,539</b>	<b>3,297,124</b>
<b>Cash and cash equivalents, end of period</b>	<b>2,894,805</b>	<b>4,427,979</b>
<b>Cash and cash equivalents comprise of:-</b>		
Cash and balances with banks and financial institutions (excluding cash reserve with central bank)	812,843	1,626,942
International murabaha and wakalah with financial institutions: less than 3 months maturity	2,081,962	2,801,037
	<b>2,894,805</b>	<b>4,427,979</b>

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

### CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)

(Currency: Thousands of U.A.E. Dirhams)

	ATTRIBUTABLE TO THE EQUITY HOLDERS OF THE BANK					
	Share capital	Legal reserves	Statutory reserves	Fair value reserve	Retained earnings	Total shareholders' equity
As at 1 January 2011	2,425,500	1,327,617	89,008	(15,426)	521,166	4,347,865
Fair value adjustment – IFRS - 9	-	-	-	2,102	(2,102)	-
As at 1 January 2011 (Restated)	2,425,500	1,327,617	89,008	(13,324)	519,064	4,347,865
<b>Total comprehensive income for the period</b>						
Net profit for the period	-	-	-	-	123,269	123,269
<b>Other comprehensive income</b>						
Net change in fair value reserve	-	-	-	(3,512)	-	(3,512)
Total comprehensive income for the period	-	-	-	(3,512)	123,269	119,757
<b>Transactions with owners recorded directly in equity</b>						
Cash dividends paid	-	-	-	-	(133,402)	(133,402)
Board of directors' fees - paid	-	-	-	-	(2,470)	(2,470)
Total transactions with owners	-	-	-	-	(135,872)	(135,872)
As at 30 June 2011	2,425,500	1,327,617	89,008	(16,836)	506,461	4,331,750
As at 1 January 2012	2,425,500	1,327,617	89,008	(20,481)	584,514	4,406,158
<b>Total comprehensive income for the period</b>						
Net profit for the period	-	-	-	-	149,196	149,196
<b>Other comprehensive income</b>						
Net change in fair value reserve	-	-	-	(26,487)	-	(26,487)
Total comprehensive income for the period	-	-	-	(26,487)	149,196	122,709
<b>Transactions with owners recorded directly in equity</b>						
Dividends paid	-	-	-	-	(145,530)	(145,530)
Board of directors' fees - paid	-	-	-	-	(2,400)	(2,400)
Total transactions with owners	-	-	-	-	(147,930)	(147,930)
As at 30 June 2012	2,425,500	1,327,617	89,008	(46,968)	585,780	4,380,937

In accordance with the Ministry of Economy & Commerce interpretation of Article 118 of Commercial Companies Law No. 8 of 1984, Directors' remuneration has been treated as an appropriation from equity.

The accompanying notes form an integral part of these condensed consolidated interim financial statements.



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## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

### NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un-audited)

(Currency: Thousands of U.A.E. Dirhams)

#### 1. Legal status and activities

SHARJAH ISLAMIC BANK ("the Bank") was incorporated in 1975 as a public joint stock company by Emiri Decree issued by His Highness the Ruler of Sharjah, United Arab Emirates. The Bank is engaged in banking, financing and investing activities in accordance with its articles of incorporation, Islamic Shari'a principles and regulation of UAE Central Bank, which are carried out through its branches established in United Arab Emirates.

The condensed consolidated interim financial statements of the Bank comprise the Bank and its subsidiaries incorporated in United Arab Emirates, Sharjah National Hotels (SNH), Sharjah Islamic Financial Services LLC (SIFS), Contact Marketing and ASAS (all together referred to as "the Group", also refer note 3). SNH through its divisions is engaged in operating hotels and resorts, catering and related services, whereas SIFS is involved in conducting intermediation in dealing in local market Shari'a compliant shares. Contact Marketing provides certain support services to the Bank and ASAS is currently managing real estate assets of the Bank.

The registered office of the Bank is Post Box No.4, Sharjah, United Arab Emirates.

#### 2. Basis of preparation

##### a) Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Financial reporting Standards ("IFRS") IAS 34, Interim financial reporting. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 31st December 2011.

##### b) Key accounting estimates & judgment

The preparation of condensed consolidated interim financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Group's accounting policies. In preparing condensed consolidated interim financial statements, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2011.

##### c) Financial risk management

The Group financial risk management objectives, policies and procedures are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2011.

#### 3. Summary of significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2011.

The management has assessed the impact of new standards that are applicable for the annual periods beginning on or after 1 January 2012 and believes that changes have no significant effect on the Group's condensed consolidated interim financial statements.

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## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)  
(Currency: Thousands of U.A.E. Dirhams)

### 4. Segment reporting

The Group's activities comprise the following main business segments:

#### a. Government and corporate

Within this business segment the Bank provides companies, institutions and government and government departments with a range of Islamic financial products and services.

#### b. Retail

The retail segment provides a wide range of Islamic financial services to individuals.

#### c. Investment and treasury

This segment mainly includes wakalah deals with other financial institutions, investments of the Bank and other money market activities.

#### d. Subsidiaries

SNH through its divisions is engaged in operating hotels and resorts, catering and related services and SIFS is offering Brokerage services for trading in Islamic Sharia'a Compliant shares.

## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)  
(Currency: Thousands of U.A.E. Dirhams)

### 4. Segment reporting (continued)

	Corporate and Government	Retail	Investment and treasury	Subsidiaries	Total
<b>Condensed consolidated interim statement of income for the six-month period ended 30 June 2012 (un-audited)</b>					
Income from murabaha and leasing	204,885	110,520	27,930	-	343,335
Profit paid on sukuk	-	-	(35,360)	-	(35,360)
Fees, commission and other income	17,778	17,394	33,385	-	68,557
Income from subsidiaries	-	-	-	12,560	12,560
Unallocated income	-	-	-	-	11,679
<b>Total income</b>	<b>222,663</b>	<b>127,914</b>	<b>25,955</b>	<b>12,560</b>	<b>400,771</b>
General and administrative expenses	-	-	-	(8,627)	(8,627)
General and administrative expenses - unallocated	-	-	-	-	(149,828)
<b>Net operating income</b>	<b>222,663</b>	<b>127,914</b>	<b>25,955</b>	<b>3,933</b>	<b>242,316</b>
Provisions - net of recoveries	(643)	(11,379)	(961)	1,265	(11,718)
<b>Net profit before distribution to depositors</b>	<b>222,020</b>	<b>116,535</b>	<b>24,994</b>	<b>5,198</b>	<b>230,598</b>
Distribution to depositors	(50,828)	(26,938)	(1,183)	-	(78,949)
Transfer from profit equalisation reserve - unallocated	-	-	-	-	(2,453)
<b>Net profit for the period</b>	<b>171,192</b>	<b>89,597</b>	<b>23,811</b>	<b>5,198</b>	<b>149,196</b>
<b>Condensed consolidated interim statement of financial position As at 30 June 2012 ( un-audited)</b>					
<b>Assets</b>					
Segment assets	6,107,781	4,299,921	6,456,076	677,949	17,541,727
Unallocated assets	-	-	-	-	582,428
<b>Total assets</b>	<b>6,107,781</b>	<b>4,299,921</b>	<b>6,456,076</b>	<b>677,949</b>	<b>18,124,155</b>
<b>Liabilities</b>					
Segment liabilities	5,991,529	4,843,307	2,479,612	43,538	13,357,986
Unallocated liabilities	-	-	-	-	385,232
<b>Total liabilities</b>	<b>5,991,529</b>	<b>4,843,307</b>	<b>2,479,612</b>	<b>43,538</b>	<b>13,743,218</b>

## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un- audited)  
(Currency: Thousands of U.A.E. Dirhams)

### 4. Segment reporting (continued)

	Corporate and Government	Retail	Investment and treasury	Subsidiaries	Total
<b>Condensed consolidated interim statement of income for the six-month period ended 30 June 2011 (un-audited)</b>					
Income from murabaha and leasing	193,056	129,655	27,825	-	350,536
Profit paid on sukuk	-	-	(11,373)	-	(11,373)
Fees, commission and other income	20,045	15,933	15,520	-	51,498
Income from subsidiaries	-	-	-	12,694	12,694
Unallocated income	-	-	-	-	12,020
<b>Total income</b>	<b>213,101</b>	<b>145,588</b>	<b>31,972</b>	<b>12,694</b>	<b>415,375</b>
General and administrative expenses	-	-	-	(10,888)	(10,888)
General and administrative expenses - unallocated	-	-	-	-	(137,234)
<b>Net operating income</b>	<b>213,101</b>	<b>145,588</b>	<b>31,972</b>	<b>1,806</b>	<b>267,253</b>
Provisions - net of recoveries	(3,144)	(7,345)	(9,105)	(3,093)	(22,687)
<b>Net profit before distribution to depositors</b>	<b>209,957</b>	<b>138,243</b>	<b>22,867</b>	<b>(1,287)</b>	<b>244,566</b>
Distribution to depositors	(83,600)	(39,250)	(762)	-	(123,612)
Transfer from profit equalisation reserve - unallocated	-	-	-	-	2,315
<b>Net profit for the period</b>	<b>126,357</b>	<b>98,993</b>	<b>22,105</b>	<b>(1,287)</b>	<b>123,269</b>
<b>Consolidated statement of financial position As at 31 December 2011 (audited)</b>					
<b>Assets</b>					
Segment assets	6,139,305	4,154,040	6,238,477	672,112	17,203,934
Unallocated assets	-	-	-	-	529,208
<b>Total assets</b>	<b>6,139,305</b>	<b>4,154,040</b>	<b>6,238,477</b>	<b>672,112</b>	<b>17,733,142</b>
<b>Liabilities</b>					
Segment liabilities	5,824,985	4,636,141	2,364,034	55,073	12,880,233
Unallocated liabilities	-	-	-	-	446,751
<b>Total liabilities</b>	<b>5,824,985</b>	<b>4,636,141</b>	<b>2,364,034</b>	<b>55,073</b>	<b>13,326,984</b>

## SHARJAH ISLAMIC BANK AND ITS SUBSIDIARIES

### NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2012 (Un-audited)

(Currency: Thousands of U.A.E. Dirhams)

#### 5. Related parties

The Bank has transactions in the ordinary course of business with directors, staff of the Bank and entities of which they are principal owners. At the reporting date, such significant balances include:

Condensed consolidated interim statement of financial position	30 June 2012	31 December 2011
	(Un-audited)	(Audited)
Government of Sharjah receivables	1,222,141	1,013,637
Government departments and authorities receivables	2,732,534	2,750,234
Other financing receivables and investing activities	1,054,708	963,357
Government of Sharjah deposits	9,943	38,518
Government department and authorities deposits	1,748,941	1,596,193
Other deposits	449,732	293,997
<b>Contingent liabilities</b>	<b>252,268</b>	<b>115,897</b>

Condensed consolidated interim statement of income	30 June 2012	30 June 2011
	(Un-audited)	(Un-audited)

Income from financing and investing activities	143,138	137,785
Depositors' share of profit	14,020	21,173

Key management compensation includes salaries and other short term benefits of AED 6.7 million for the period ended 30 June 2012 (30 June 2011: AED 6.6 million) and post employment benefits of AED 0.5 million for the period ended 30 June 2012 (30 June 2011: AED 0.5 million).

#### 6. Properties held-for-sale

These are properties which have been acquired for the purpose of sale after re-development and are stated at the lower of cost or net realisable value.

#### 7. Geographical distribution

a) Investment Securities by geographical distribution	30 June 2012	31 December 2011
	(Un-audited)	(Audited)
Financial assets at fair value through profit or loss:		
- Domestic	272,614	249,986
- International	180,869	84,876
	<b>453,483</b>	<b>334,862</b>
Financial assets at fair value through other comprehensive income		
- Domestic	3,213	3,198
- International	188,372	207,317
	<b>191,585</b>	<b>210,515</b>
Financial assets measured at amortised cost		
- Domestic	176,314	88,080
- International	108,471	101,079
	<b>284,785</b>	<b>189,159</b>
<b>Total Investment securities</b>	<b>929,853</b>	<b>734,536</b>

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**7. Geographical distribution (continued)**

	<b>30 June 2012</b>	<b>31 December 2011</b>
	<b>(Un-audited)</b>	<b>(Audited)</b>
<b>b) Investment properties by geographical distribution:</b>		
- Domestic	169,500	169,500
- International	7,707	7,707
	<u>177,207</u>	<u>177,207</u>
<b>c) Properties held for sale (domestic):</b>	<u>1,026,923</u>	<u>1,020,803</u>

**8. Interim measurement**

The nature of the Group's business is such that income and expense are incurred in a manner, which is not impacted by any form of seasonality. These condensed consolidated interim financial statements were prepared based upon an accrual concept, which requires income and expense to be recorded as earned or incurred and not as received or paid throughout the year.

**9. Comparatives**

Certain prior year/period comparatives have been reclassified due to early adoption of IFRS 9 and to conform the current period's presentation.