

# Statement of Changes in Shareholders' Equity

for the year ended 31 December 2007

Bahraini Dinars	Notes	Share capital	Treasury shares	Statutory reserve	Investment Fair value reserve	Proposed Bonus shares	Proposed appropriations	Retained earnings	Total
<b>As at 1 January 2007</b>		<b>3,150,000</b>	<b>(3,724)</b>	<b>1,105,722</b>	<b>1,582,822</b>	<b>157,500</b>	<b>844,000</b>	<b>3,011,195</b>	<b>9,847,515</b>
Bonus shares issued during the year		157,500	(118)	-	-	(157,500)	-	118	-
Appropriations made during the year		-	-	-	-	-	(844,000)	-	(844,000)
Realised fair value reserve on sale of available-for-sale investments transferred to statement of income	4	-	-	-	(237,944)	-	-	-	(237,944)
Unrealised fair value gains on available-for-sale investments	4	-	-	-	8,599,376	-	-	-	8,599,376
Net profit for the year		-	-	-	-	-	-	3,301,970	3,301,970
Transfer to statutory reserve		-	-	330,197	-	-	-	(330,197)	-
Proposed appropriations	22	-	-	-	-	330,750	1,758,750	(2,089,500)	-
<b>As at 31 December 2007</b>		<b>3,307,500</b>	<b>(3,842)</b>	<b>1,435,919</b>	<b>9,944,254</b>	<b>330,750</b>	<b>1,758,750</b>	<b>3,893,586</b>	<b>20,666,917</b>
<b>As at 1 January 2006</b>		<b>3,000,000</b>	<b>(3,612)</b>	<b>850,245</b>	<b>4,678,258</b>	<b>150,000</b>	<b>793,822</b>	<b>1,713,290</b>	<b>11,182,003</b>
Bonus shares issued during the year		150,000	(112)	-	-	(150,000)	-	112	-
Appropriations made during the year		-	-	-	-	-	(793,822)	-	(793,822)
Realised fair value reserve on sale of available-for-sale investments transferred to statement of income	4	-	-	-	(3,401,290)	-	-	-	(3,401,290)
Unrealised fair value gains on available-for-sale investments	4	-	-	-	305,854	-	-	-	305,854
Net profit for the year		-	-	-	-	-	-	2,554,770	2,554,770
Transfer to statutory reserve		-	-	255,477	-	-	-	(255,477)	-
Proposed appropriations	22	-	-	-	-	157,500	844,000	(1,001,500)	-
<b>As at 31 December 2006</b>		<b>3,150,000</b>	<b>(3,724)</b>	<b>1,105,722</b>	<b>1,582,822</b>	<b>157,500</b>	<b>844,000</b>	<b>3,011,195</b>	<b>9,847,515</b>

The accounting policies on pages 16 to 18 and the notes on pages 19 to 31 form an integral part of these financial statements.