

Statement of changes in shareholders' equity

for the year ended 31 December 2008

18

Bahraini Dinars	Notes	Share capital	Treasury shares	Statutory reserve	Investment fair value reserve	Proposed bonus shares	Proposed appropriations	Retained earnings	Total
As at 1 January 2008		3,307,500	(3,724)	1,435,919	9,944,254	330,750	1,758,750	3,893,468	20,666,917
Bonus shares issued during the year		330,750	-	-	-	(330,750)	-	-	-
Appropriations made during the year		-	-	-	-	-	(1,758,750)	-	(1,758,750)
Unrealised fair value losses on available-for-sale investments	4	-	-	-	(7,923,418)	-	-	-	(7,923,418)
Net profit for the year		-	-	-	-	-	-	341,291	341,291
Transferred to statutory reserve		-	-	34,129	-	-	-	(34,129)	-
Proposed appropriations	22	-	-	-	-	363,825	1,829,761	(2,193,586)	-
As at 31 December 2008		3,638,250	(3,724)	1,470,048	2,020,836	363,825	1,829,761	2,007,044	11,326,040
As at 1 January 2007		3,150,000	(3,724)	1,105,722	1,582,822	157,500	844,000	3,011,195	9,847,515
Bonus shares issued during the year		157,500	-	-	-	(157,500)	-	-	-
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
Transferred to statutory reserve		-	-	330,197	-	-	-	(330,197)	-
Proposed appropriations	22	-	-	-	-	330,750	1,758,750	(2,089,500)	-
As at 31 December 2007		3,307,500	(3,724)	1,435,919	9,944,254	330,750	1,758,750	3,893,468	20,666,917

The accounting policies on pages 20 to 22 and the notes on pages 23 to 36 form an integral part of these financial statements.