



EMIRATES GLOBAL ISLAMIC BANK LIMITED
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007

| Note | 2007 | 2006 |
|--|----------------------------|--------------------|
| | Rupees in '000 | |
| CASH FLOW FROM OPERATING ACTIVITIES | | |
| Loss before taxation | (83,654) | (166,770) |
| Adjustments: | | |
| Depreciation | 31,746 | 12,415 |
| Amortization | 11,820 | 992 |
| Provision against non-performing advances | 2,138 | - |
| Provision for diminution in the value of investments | 5,894 | - |
| Finance charges on leased assets | 4,556 | 2,485 |
| Provision against non-performing commodity murabaha | - | 25,000 |
| | <u>56,154</u> | <u>40,892</u> |
| | (27,500) | (125,878) |
| (Increase) / Decrease in operating assets | | |
| Due from financial institutions | 247,947 | (1,625,199) |
| Financing | (2,590,757) | (32,906) |
| Others assets (excluding advance taxation) | (177,182) | (34,404) |
| | <u>(2,519,992)</u> | <u>(1,692,509)</u> |
| Increase / (Decrease) in operating liabilities | | |
| Bills payable | 99,753 | - |
| Borrowings | 68,908 | - |
| Deposits and other accounts | 4,552,909 | - |
| Other liabilities | 305,825 | 6,667 |
| | <u>5,027,395</u> | <u>6,667</u> |
| Income tax paid | (22,661) | - |
| Net cash inflow / (outflow) from operating activities | <u>2,457,242</u> | <u>(1,811,720)</u> |
| CASH FLOW FROM INVESTING ACTIVITIES | | |
| Net Investments in available-for-sale securities | (2,281,017) | - |
| Net Investments in operating fixed assets | (315,859) | (612,737) |
| Received on disposal of asset | 18 | - |
| Net cash outflow on investing activities | <u>(2,596,858)</u> | <u>(612,737)</u> |
| CASH FLOW FROM FINANCING ACTIVITIES | | |
| Payments of lease obligations | (17,829) | (7,449) |
| Receipt of shares subscription money | 1,517,380 | 2,471,372 |
| Issue of share capital | - | - |
| Net cash inflow from financing activities | <u>1,499,551</u> | <u>2,463,923</u> |
| Increase in cash and cash equivalents | <u>1,359,935</u> | <u>39,466</u> |
| Cash and cash equivalents as at January 01 | 51,103 | 11,637 |
| Cash and cash equivalents as at December 31 | <u>30</u> <u>1,411,038</u> | <u>51,103</u> |

Annex

The annexed notes 1 to 42 form an integral part of these financial statements


President / Chief Executive


Director


Director


Director