

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

## 30<sup>th</sup> September 2011 (Unaudited)

INTERIM CONSOLIDATED FINANCIAL POSITION									INTERIM CONSOLIDATED STATEMENT OF INCOME					
At 30 September 2011 (Unaudited)									For the nine months ended 30 September 2011 (Unaudited)					
									<i>Three months ended</i>		<i>Nine months ended</i>			
									<i>30 September</i>	<i>30 September</i>	<i>30 September</i>	<i>30 September</i>	<i>30 September</i>	
									<i>2011</i>	<i>2010</i>	<i>2011</i>	<i>2011</i>	<i>2010</i>	
									<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	
<b>ASSETS</b>														
Cash and balances with banks														
Murabaha receivable														
Due from banks														
Mudaraba receivables														
Ijarah receivables														
Financing receivable														
Investment in sukuks														
Investment in equities and funds														
Investment in properties														
Property and equipment														
Other assets														
<b>TOTAL ASSETS</b>														
<b>LIABILITIES AND OWNERS' EQUITY</b>														
<b>Liabilities</b>														
Due to Short Term Sukuk - investors														
Due to banks														
Other liabilities														
<b>Total Liabilities</b>														
<b>Owners' Equity</b>														
Share capital														
Reserves														
Accumulated deficit														
<b>Total Owners' Equity</b>														
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>														
<b>INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY</b>														
For the nine months ended 30 September 2011 (Unaudited)														
			<i>Reserves</i>											
			<i>Investments</i>											
	<i>Share</i>	<i>Statutory</i>	<i>General</i>	<i>fair value</i>	<i>Total</i>	<i>Accumulated</i>	<i>Proposed</i>	<i>Total</i>						
	<i>capital</i>	<i>reserve</i>	<i>reserve</i>	<i>reserve</i>	<i>reserves</i>	<i>deficit</i>	<i>appropriations</i>	<i>equity</i>						
	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>						
Balance at 1 January 2011	51,000	2,226	2,226	4,732	9,184	(5,961)	-	54,223						
Changes due to adoption of FAS 25	-	-	-	1,200	1,200	-	-	1,200						
Balance at 1 January 2011 (restated)	51,000	2,226	2,226	5,932	10,384	(5,961)	-	55,423						
Cumulative changes in fair value - net	-	-	-	(222)	(222)	-	-	(222)						
<b>Expense recognised directly in equity</b>	-	-	-	(222)	(222)	-	-	(222)						
Net profit for the period	-	-	-	-	-	1,254	-	1,254						
<b>Total income and expense recognised during the period</b>	-	-	-	(222)	(222)	1,254	-	1,032						
<b>Balance at 30 September 2011</b>	<b>51,000</b>	<b>2,226</b>	<b>2,226</b>	<b>5,710</b>	<b>10,162</b>	<b>(4,707)</b>	<b>-</b>	<b>56,455</b>						
Balance at 1 January 2010	51,000	2,226	2,226	4,160	8,612	2,224	140	61,976						
Changes due to adoption of FAS 25	-	-	-	1,345	1,345	-	-	1,345						
Balance at 1 January 2010 (restated)	51,000	2,226	2,226	5,505	9,957	2,224	140	63,321						
Cumulative changes in fair value - net	-	-	-	924	924	-	-	924						
Changes due to adoption of FAS 25	-	-	-	65	65	-	-	65						
Directors' remuneration	-	-	-	-	-	140	(140)	-						
<b>Income recognised directly in equity</b>	-	-	-	989	989	140	(140)	989						
Transfer of unrealised fair value loss to reserve	-	-	-	(830)	(830)	830	-	-						
Net loss for the period	-	-	-	-	-	(8,643)	-	(8,643)						
<b>Total income and expenses recognised during the period</b>	-	-	-	159	159	(7,673)	(140)	(7,654)						
<b>Balance at 30 September 2010</b>	<b>51,000</b>	<b>2,226</b>	<b>2,226</b>	<b>5,664</b>	<b>10,116</b>	<b>(5,449)</b>	<b>-</b>	<b>55,667</b>						
<b>INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS</b>														
For the nine months ended 30 September 2011 (Unaudited)														
											<i>30 September</i>	<i>30 September</i>		
											<i>2011</i>	<i>2010</i>		
											<i>US\$ '000</i>	<i>US\$ '000</i>		
Net cash used in operating activities											(2,151)	(12,675)		
Net cash used in investing activity											(2,250)	(2,437)		
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>											<b>(4,401)</b>	<b>(15,112)</b>		
Cash and cash equivalents at 1 January											12,441	26,876		
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>											<b>8,040</b>	<b>11,764</b>		
<b>Note:</b> The full consolidated statement of cash flows is available on LMC's website.														
<b>Reviewed by:</b> External auditors ERNST & YOUNG, unqualified opinion.														
These consolidate financial statements have been authorized for issuance in accordance with a resolution of the Board of Directors dated 13/10/2011.														
*Certain numbers shown do not correspond to the 2010 consolidated financial statements and reflect the retrospective adjustments made as a result of the adoption of the new accounting standard issued by AAOIFI.														
			<b>Emad Al Monayea</b>			<b>Khalid Al Dossari</b>			<b>Ahmed Abbas</b>					
			Chairman			Director			Chief Executive Officer					