

STATEMENT OF CASH FLOWS
(Unaudited)

For the six months ended 30 June

	Note	2005 SAR'000	2004 SAR'000
CASH FLOW FROM OPERATING ACTIVITIES			
Net income for the period		1,199,974	833,603
Adjustments to reconcile net income to net cash (used in) from Operating activities:			
Amortisation of premium and (accretion of discounts) on investments, net		4,335	(2,138)
Loss / (income) from FVIS investments		2,488	(4,455)
Gains on non trading investments, net		(31,061)	(61,583)
Depreciation and amortisation		33,744	32,410
(Gain) / loss on disposal of fixed and other assets, net		(60)	253
Provision for possible credit losses		52,616	21,873
		1,262,036	819,963
Net (increase) decrease in operating assets:			
Statutory deposits with SAMA		(251,731)	(270,526)
Due from banks and other financial institutions after ninety days		(375,000)	-
Loans and advances		(3,849,208)	(1,875,865)
Other assets		(345,939)	33,819
Net increase (decrease) in operating liabilities:			
Due to banks and other financial institutions		(651,274)	(452,933)
Customer deposits		(206,139)	3,187,221
Debt securities in issue		2,246,563	-
Other liabilities		411,096	849,973
Net cash (used in) from operating activities		(1,759,596)	2,291,652
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale and maturities of investments		1,039,401	2,488,326
Purchase of investments		(3,238,715)	(1,942,086)
Purchase of fixed assets		(34,759)	(47,981)
Proceeds from disposal of fixed assets		121	153
Net cash (used in) from investing activities		(2,233,952)	498,412
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		(509,705)	(443,810)
Net cash used in financing activities		(509,705)	(443,810)
(Decrease) increase in cash and cash equivalents			
Cash and cash equivalents at the beginning of the period		8,770,976	1,407,798
Cash and cash equivalents at the end of the period	8	4,267,723	3,754,052
Supplemental non cash information			
Net changes in fair value and cash flow hedges		69,704	(49,037)

The accompanying notes 1 to 10 form an integral part of these interim condensed financial statements.