

ARAB AFRICAN INTERNATIONAL BANK
(EGYPTIAN JOINT STOCK COMPANY)
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEP. 2010

	<u>Note</u>	30 SEP. 2010	30 SEP. 2009
		US\$ '000	Restated
		US\$ '000	US\$ '000
<u>Cash Flows from Operating Activities</u>			
Profit before income tax		136,710	111,717
<u>Adjustments to reconcile net profit to net cash provided from operating activities</u>			
Depreciation and Amortization		5,697	4,598
Provisions		136	48,136
Provisions used other than loans provisions		525	2,504
Impairment Losses in Financial Investments Available for Sale		413	387
Reverse Impairment Losses in Financial Investments Held To Maturity		(3,383)	-
Uses from the provisions other than loans provisions		(1,324)	(5,839)
Uses from Retirement Benefits Obligation		(1,900)	-
Translation differences on foreign currency of financial investments other than trading		5,349	(308)
Operating profit before changes in assets and liabilities provided from operating activities		142,223	161,195
<u>Net Decrease (Increase) in Assets and Net (Decrease) Increase in Liabilities</u>			
Deposits with banks		(678,020)	(158,292)
Treasury bills		1,038,960	(230,151)
Trading investments		765	(5,343)
Loans to customers and bank		(324,362)	640,555
Financial Derivatives (net)		(145)	(265)
Debit balances and other assets		(7,030)	16,351
Due to banks		(721,897)	39,789
Customers' deposits		(69,528)	(74,162)
Credit balances and other liabilities		374,123	(72,223)
Income tax paid		(32,547)	(20,103)
Net cash flows resulted from operating activities		(277,458)	297,351
<u>Cash Flows from Investing Activities</u>			
Available for sale Investment		172	45,919
Held to maturity investment		18,019	(17,098)
Investments in subsidiaries and associate		(7,524)	-
Payments to purchase fixed assets and branches' establishment		(5,934)	(4,976)
Net cash flows used in investing activities		4,733	23,845
<u>Cash Flows from Financing Activities</u>			
Cash dividends paid		(36,200)	(36,200)
loans and Facilities from Banks		-	-
Net cash flows (used in) resulted from financing activities		(36,200)	(36,200)
Net Change in cash and cash equivalents during the year		(308,925)	284,996
Cash and cash equivalents at the beginning of the year		872,235	922,752
Cash and cash equivalents at the end of the year		563,310	1,207,748
<u>Cash and cash equivalents are represented in:</u>			
Cash and due from Central Bank		523,324	1,180,868
Due from banks		1,905,088	1,084,271
Treasury bills		741,010	996,365
Deposits with banks		(1,885,050)	(1,060,423)
Treasury bills (matured over than three months)		(721,062)	(993,333)
Cash and cash equivalents at the end of the year	(2-17)	563,310	1,207,748