

**BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT**



**INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
AND INDEPENDENT AUDITORS' REVIEW REPORT FOR THE PERIOD
FROM 1 JANUARY 2014 TO 31 MARCH 2014
(UNAUDITED)**

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION
(UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



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REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION TO THE BOARD OF DIRECTORS OF BOUBYAN BANK K.S.C.P.

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of Boubyan Bank K.S.C.P. (the "Bank") and its subsidiaries (collectively "the Group") as at 31 March 2014, and the related interim condensed consolidated statement of profit or loss, interim condensed consolidated statement of other comprehensive income, interim condensed consolidated statement of changes in equity and interim condensed consolidated statement of cash flows for the three months period then ended. The management of the Bank is responsible for the preparation and presentation of this interim condensed consolidated financial information in accordance with the basis of presentation set out in Note 2. Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

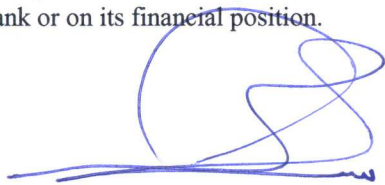
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information is not prepared, in all material respects, in accordance with the basis of presentation set out in Note 2.

Report on other Legal and Regulatory Requirements

Furthermore, based on our review, the interim condensed consolidated financial information is in agreement with the books of account of the Bank. We further report that, to the best of our knowledge and belief, we have not become aware of any violations of the Companies Law No. 25 of 2012, as amended, or of the Bank's Articles of Association and Memorandum of Incorporation during the three months period ended 31 March 2014 that might have had a material effect on the business of the Bank or on its financial position.

We further report that, during the course of our review, to the best of our knowledge and belief, we have not become aware of any material violations of the provisions of Law No. 32 of 1968, as amended, concerning currency, the Central Bank of Kuwait and the organisation of banking business, and its related regulations, during the three months period ended 31 March 2014 that might have had a material effect on the business of the Bank or on its financial position.



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DELOITTE & TOUCHE
AL-WAZZAN & CO.



WALEED A. AL OSAIMI
LICENCE NO. 68 A
EY
AL AIBAN, AL OSAIMI & PARTNERS

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED STATEMENT
OF PROFIT OR LOSS (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



	Notes	Three months ended 31 March	
		2014	2013
		KD'000	KD'000
Income			
Murabaha and other Islamic financing income		18,822	16,693
Distribution to depositors		(2,820)	(2,009)
Murabaha cost		(507)	(464)
Net financing income		15,495	14,220
Net investment income/(loss)	3	386	(151)
Net fees and commission income		1,167	569
Share of results of associates		715	161
Net foreign exchange gain		280	189
Other income		172	-
Operating income		18,215	14,988
Staff costs		(5,384)	(5,022)
General and administrative expenses		(2,903)	(2,528)
Depreciation and amortization		(513)	(424)
Operating expenses		(8,800)	(7,974)
Operating profit before provision for impairment		9,415	7,014
Provision for impairment	4	(3,479)	(3,799)
Operating profit before deductions		5,936	3,215
Contribution to Kuwait Foundation for the Advancement of Sciences ("KFAS")		(53)	(29)
National Labour Support Tax ("NLST")		(138)	(81)
Zakat		(55)	(33)
Net profit for the period		5,690	3,072
Attributable to:			
Equity holders of the Bank		5,685	3,094
Non-controlling interests		5	(22)
Net profit for the period		5,690	3,072
Basic and diluted earnings per share attributable to the equity holders of the Bank (fils)	5	2.90	1.58

The notes from 1 to 15 form an integral part of this interim condensed consolidated financial information.

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED STATEMENT
OF OTHER COMPREHENSIVE INCOME (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



	Three months ended 31 March	
	2014	2013
	KD'000	KD'000
Net profit for the period	5,690	3,072
Other comprehensive income		
Other comprehensive income to be reclassified to interim condensed consolidated statement of profit or loss in subsequent periods:		
Change in fair value of available for sale investments	153	305
Foreign currency translation adjustments	1,697	68
Other comprehensive income for the period	1,850	373
Total comprehensive income for the period	7,540	3,445
Attributable to:		
Equity holders of the Bank	7,535	3,467
Non-controlling interests	5	(22)
Total comprehensive income for the period	7,540	3,445

The notes from 1 to 15 form an integral part of this interim condensed consolidated financial information.

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED STATEMENT OF
FINANCIAL POSITION (UNAUDITED)

As at 31 March 2014



		31 March 2014	(Audited) 31 December 2013	31 March 2013
	Notes	KD'000	KD'000	KD'000
Assets				
Cash and cash equivalents	6	350,368	205,622	189,200
Due from banks		199,092	298,871	271,419
Islamic financing to customers		1,573,315	1,478,701	1,317,003
Financial assets at fair value through profit or loss		7,517	5,866	46,172
Available for sale investments		62,179	63,044	100,688
Investments in associates		88,148	85,691	9,013
Investment properties		23,339	30,245	17,161
Other assets		14,856	13,994	11,858
Property and equipment		10,314	9,952	7,725
Total assets		2,329,128	2,191,986	1,970,239
Liabilities and equity				
Liabilities				
Due to banks		292,867	236,018	198,596
Depositors' accounts		1,725,650	1,657,398	1,480,107
Other liabilities		33,546	29,083	31,855
Total liabilities		2,052,063	1,922,499	1,710,558
Equity				
Share capital		196,500	183,645	183,645
Share premium		62,896	62,896	62,896
Proposed bonus shares		-	12,855	-
Treasury shares	7	(763)	(1,100)	(1,100)
Statutory reserve		3,306	3,306	1,891
Voluntary reserve		3,167	3,167	1,813
Share based payment reserve	8	561	860	609
Fair value reserve		3,010	2,857	3,726
Foreign currency translation reserve		(6,049)	(7,746)	(4,805)
Retained earnings		8,889	3,204	8,514
Equity attributable to equity holders of the Bank		271,517	263,944	257,189
Non-controlling interests		5,548	5,543	2,492
Total equity		277,065	269,487	259,681
Total liabilities and equity		2,329,128	2,191,986	1,970,239

Mahmoud Yousif Al-Fulaij
Chairman

The notes from 1 to 15 form an integral part of this interim condensed consolidated financial information.

**BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT**



INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014

	Share capital	Share premium	Proposed bonus shares	Treasury shares	Statutory reserve	Voluntary reserve	Share based payment reserve	Fair value reserve	Foreign currency translation reserve	Retained earnings	Equity attributable to equity holders of the Bank	Non-controlling interests	Total equity
	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000
Balance at 31 December 2013	183,645	62,896	12,855	(1,100)	3,306	3,167	860	2,857	(7,746)	3,204	263,944	5,543	269,487
Total comprehensive income for the period	-	-	-	-	-	-	-	153	1,697	5,685	7,535	5	7,540
Share based payment (note 8)	-	-	-	-	-	-	(299)	-	-	257	(42)	-	(42)
Issue of bonus shares (note 15)	12,855	-	(12,855)	-	-	-	-	-	-	-	-	-	-
Sale of treasury shares	-	-	-	337	-	-	-	-	-	(257)	80	-	80
Balance at 31 March 2014	196,500	62,896	-	(763)	3,306	3,167	561	3,010	(6,049)	8,889	271,517	5,548	277,065
Balance at 31 December 2012	174,824	62,896	8,741	(1,024)	1,891	1,813	537	3,421	(4,873)	5,424	253,650	2,514	256,164
Total comprehensive income for the period	-	-	-	-	-	-	-	305	68	3,094	3,467	(22)	3,445
Share based payment (note 8)	-	-	-	-	-	-	72	-	-	-	72	-	72
Issue of bonus shares (note 15)	8,745	-	(8,741)	-	-	-	-	-	-	(4)	-	-	-
Purchase of treasury shares	76	-	-	(76)	-	-	-	-	-	-	-	-	-
Balance at 31 March 2013	183,645	62,896	-	(1,100)	1,891	1,813	609	3,726	(4,805)	8,514	257,189	2,492	259,681

The notes from 1 to 15 form an integral part of this interim condensed consolidated financial information.

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

INTERIM CONDENSED CONSOLIDATED STATEMENT OF
CASH FLOWS (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



	Three months ended 31 March	
	2014	2013
	KD'000	KD'000
OPERATING ACTIVITIES		
Net profit for the period	5,690	3,072
Adjustments for:		
Provision for impairment	3,479	3,799
Depreciation and amortisation	513	424
Foreign currency translation adjustments	(351)	1,096
Gain on sale of investments	(117)	(221)
Unrealized loss from financial assets at fair value through profit or loss	271	1,329
Share of results of associates	(715)	(161)
Dividend income	-	(482)
Share based payment reserve	102	72
	8,872	8,928
Operating profit before changes in operating assets and liabilities		
Changes in operating assets and liabilities:		
Due from banks	99,779	(19,794)
Islamic financing to customers	(98,064)	(50,720)
Other assets	(865)	(3,942)
Due to banks	56,849	(8,537)
Depositors' accounts	68,252	83,145
Other liabilities	4,375	7,391
Dividend income received	-	482
Net cash generated from operating activities	139,198	16,953
INVESTING ACTIVITIES		
Purchase of financial assets at fair value through profit or loss	(2,925)	(167)
Proceeds from sale of financial assets at fair value through profit or loss	1,068	2,593
Proceeds from sale of available for sale investments	1,034	413
Proceeds from sale of investments properties	6,886	366
Purchase of property and equipment	(874)	(786)
Dividend received from associate	359	298
Net cash generated from investing activities	5,548	2,717
Net increase in cash and cash equivalents	144,746	19,670
Cash and cash equivalents at beginning of the period	205,622	169,530
Cash and cash equivalents at end of the period	350,368	189,200

The notes from 1 to 15 form an integral part of this interim condensed consolidated financial information.

1. INCORPORATION AND ACTIVITIES

Boubyan Bank K.S.C.P. ("the Bank") is a Kuwaiti public shareholding company incorporated on 21 September 2004, in accordance with the Commercial Companies Law in the State of Kuwait, by Amiri Decree No. 88 and in accordance with the rules and regulations of the Central Bank of Kuwait ("CBK") (Law No. 30 of 2003).

The Bank's shares were listed on the Kuwait Stock Exchange on 15 May 2006.

The Bank was licensed by the CBK on 28 November 2004. The bank is principally engaged in providing banking services, in accordance with Codes of the Islamic Sharia'a, as approved by the Bank's Sharia'a Supervisory Board.

On 31 July 2012 the Bank became a subsidiary of National Bank of Kuwait S.A.K.P. ("the Parent Company").

This interim condensed consolidated financial information as at and for the three months period ended 31 March 2014 incorporates the financial information of the Bank and its principal operating subsidiaries, Boubyan Takaful Insurance Company K.S.C. (Closed) and Boubyan Capital Investment Company K.S.C. (Closed), (together referred to as "the Group") and the Group's interests in associates.

The total number of employees in the Group was 938 employees as at 31 March 2014 (901 employees as at 31 December 2013, 841 employees as at 31 March 2013).

The address of the Bank's registered office is P.O. Box 25507, Safat 13116, State of Kuwait.

This interim condensed consolidated financial information was authorised for issue by the Board of Directors on 8 April 2014.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

This interim condensed consolidated financial information has been prepared in accordance with International Accounting Standard No. 34, Interim Financial Reporting, and the Kuwait Stock Exchange instruction No. 2 of 1998.

This interim condensed consolidated financial information does not include all the information and notes required for full annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS") as modified for use by the State of Kuwait for financial services institutions regulated by the CBK. These regulations require adoption of all IFRSs except for the IAS 39 requirement for collective impairment provision, which has been replaced by the CBK requirements for a minimum general provision.

The interim condensed consolidated financial information has been prepared using the same accounting policies and methods of computation with those used in the preparation of the annual audited consolidated financial statements for the year ended 31 December 2013 except for the adoption of the new and amended International Financial Reporting Standards that has become effective from 1 January 2014 and those which are applicable to the Group.

In the opinion of management, all adjustment consisting of normal recurring accruals considered necessary for a fair presentation have been included. The operating results for the three months period ended 31 March 2014 are not necessarily indicative of the results that may be expected for the year ending 31 December 2014.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 New and amended standards

Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)

These amendments are effective for annual periods beginning on or after 1 January 2014 and provide an exception to the consolidation requirement for entities that meet the definition of an investment entity under IFRS 10. The exception to consolidation requires investment entities to account for subsidiaries at fair value through profit or loss. These amendments are not relevant to the Group, as none of the entities in the Group qualify to be an investment entity under IFRS 10.

IAS 32: Financial Instruments: Presentation - Offsetting Financial Assets and Financial liabilities (Amendment)

These amendments are effective for annual periods beginning on or after 1 January 2014 and clarifies the meaning of "currently has a legally enforceable right to set-off" and the application of the IAS 32 offsetting criteria to settlement systems (such as central clearing house systems) which apply gross settlement mechanisms that are not simultaneous. These amendments do not have any impact on the financial position or performance of the Group.

2.3 Judgement and estimates

The preparation of interim condensed consolidated financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. The actual results may differ from these estimates.

In preparing this interim condensed consolidated financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited consolidated financial statements as at and for the year ended 31 December 2013.

3. NET INVESTMENT INCOME/(LOSS)

	Three months ended 31 March	
	2014	2013
	KD'000	KD'000
Unrealized loss from financial assets at fair value through profit or loss	(271)	(1,329)
Gain on sale of investments	117	221
Sukuk coupon income	361	393
Income from investment properties	179	82
Dividend income	-	482
	386	(151)

4. PROVISION FOR IMPAIRMENT

	Three months ended 31 March	
	2014	2013
	KD'000	KD'000
Provision for impairment of Islamic financing to customers	3,452	3,732
Provision for impairment of non-cash facilities	27	67
	3,479	3,799

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
STATE OF KUWAIT

NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



5. BASIC AND DILUTED EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit for the period attributable to the equity holders of the Bank by the weighted average number of shares outstanding during the period.

Diluted earnings per share is calculated by dividing the net profit for the period attributable to the equity holders of the Bank by the weighted average number of shares outstanding during the period plus the weighted average number of share that would be issued on the conversion of all the dilutive potential shares into shares. The diluted earnings per share arising from the issue of employee share option does not result in any change to the reported basic earnings per share.

	Three months ended 31 March	
	2014	2013
Net profit for the year attributable to the equity holders of the Bank (KD'000)	5,685	3,094
Weighted average number of shares outstanding during the period net of treasury shares (thousands of shares)	1,962,876	1,962,216
Basic and diluted earnings per share attributable to the equity holders of the Bank (fils)	2.90	1.58

Earnings per share for the prior period was 1.69 fils, before retroactive adjustment to the number of shares following the bonus issue (note 15).

6. CASH AND CASH EQUIVALENTS

	31 March 2014	(Audited) 31 December 2013	31 March 2013
	KD'000	KD'000	KD'000
Cash on hand	20,015	19,846	14,061
Balances with CBK – current account	-	682	951
Balances with banks – current accounts	6,384	7,674	7,999
Placements with banks maturing within seven days	323,969	177,420	166,189
	350,368	205,622	189,200

7. TREASURY SHARES

The bank held the following treasury shares:

	31 March 2014	(Audited) 31 December 2013	31 March 2013
Number of treasury shares	1,930,589	2,603,669	2,603,669
Treasury shares as a percentage of total issued shares- %	0.098%	0.142%	0.142%
Cost of treasury shares – KD thousand	763	1,100	1,100
Market value of treasury shares – KD thousand	1,004	1,458	1,666

8. SHARE BASED PAYMENT RESERVE

The Bank operates equity settled share based compensation plans. The expense accrued on account of share based compensation plans for the period ended 31 March 2014 amounting to **KD 102 thousand** (31 March 2013: KD 72 thousand) and has been included as part of staff expenses in the interim condensed consolidated statement of profit or loss. During the period certain employees have exercised their stock options of **799 thousand** shares and these shares have been issued from treasury shares held by the Bank.

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



9. RELATED PARTY TRANSACTIONS

Related parties comprise the major shareholders, board of directors, entities controlled by them or under their joint control, associates, key management personnel and their close family members and the parent company including their board member, key management personnel, branches, associates and subsidiaries. Balances with related parties arise from commercial transactions in the normal course of business on an arm's length basis and are included within the following financial information captions:

	Number of board members or executive officers				Number of related parties				(Audited)	
	31 March		31 December		31 March		31 December		31 March	
	2014	2013	2013	2013	2014	2013	2013	2013	2013	2013
									KD'000	KD'000
Islamic financing to customers	7	7			3	2			5,745	9,443
Depositors' accounts	11	11			9	9			29,465	40,059
Letters of guarantee and letters of credit	2	1			-	-			18	18
Revenues									202	64
Expenses									(173)	(50)
Parent Company										
Due from banks									92,401	35,538
Due to banks									87,612	62,521
Revenues									279	23
Expenses									(150)	(20)
									141,993	35,538
									69,909	62,521
									145	23
									(94)	(20)

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



9. RELATED PARTY TRANSACTIONS (CONTINUED)

Compensation of key management personnel

Details of compensations for key management comprise the following:

	Three months ended 31 March	
	2014	2013
	KD'000	KD'000
Short-term benefits	400	385
Post-employment benefits	68	119
Share based compensation	69	18
	<u>537</u>	<u>522</u>

10. CONTINGENCIES AND COMMITMENTS

At the financial reporting date there were outstanding contingencies and commitments entered in the ordinary course of business in respect of the following:

	(Audited)		
	31 March 2014	31 December 2013	31 March 2013
	KD'000	KD'000	KD'000
Guarantees	166,810	166,952	149,203
Acceptances and letters of credit	30,070	26,872	51,332
Capital commitments (projects under construction)	698	411	1,362
	<u>197,578</u>	<u>194,235</u>	<u>201,897</u>

11. SEGMENT REPORTING

Operating segments are identified on the basis of internal reports that are regularly reviewed by the decision makers in order to allocate resources to the segments and to assess their performance. The operating segments are divided as either business segments or geographical segments.

Business Segments

For management purposes, the Bank is organized into the following four major business segments:

Consumer banking: Provides a diversified range of products and services to individuals and institutional customers. The range includes consumer finance, credit cards, deposits and other branch related services.

Corporate banking: Provides Murabaha, Ijarah, trade service and other related services to business and corporate customers.

Investment banking: Principally handling direct investments, investment in associates, local and international real estate investment and asset management.

Treasury: Principally handling local and international Murabaha and other Islamic financing, primarily with banks, as well as the management of the Bank's funding operations.

Group centre: Includes other group activities and residual in respect of transfer pricing and inter segment allocation.

BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
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NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)

For the period from 1 January 2014 to 31 March 2014



11. SEGMENT REPORTING (CONTINUED)

	Consumer banking	Corporate banking	Investment banking	Treasury	Group centre	Total
	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000
31 March 2014						
Net financing income/(loss)	8,120	5,590	(283)	1,985	83	15,495
Operating income	8,445	6,621	1,171	2,265	(287)	18,215
Net profit/ (loss) for the year	4,202	3,045	392	2,159	(4,108)	5,690
Total assets	627,464	1,038,660	154,658	521,934	(13,588)	2,329,128
Total liabilities	697,093	159,950	19,091	1,173,992	1,937	2,052,063

	Consumer banking	Corporate banking	Investment banking	Treasury	Group centre	Total
	KD'000	KD'000	KD'000	KD'000	KD'000	KD'000
31 March 2013						
Net financing income/(loss)	7,431	5,893	(965)	2,169	(308)	14,220
Operating income	7,490	6,722	(1,262)	2,354	(316)	14,988
Net profit/ (loss) for the year	3,667	2,785	(1,282)	2,245	(4,343)	3,072
Total assets	453,823	936,391	157,084	441,789	(18,848)	1,970,239
Total liabilities	571,444	181,409	4,184	932,933	20,588	1,710,558

12. FINANCIAL RISK MANAGEMENT

All aspects of the Group's financial risk management objectives and policies are consistent with that disclosed in the annual audited consolidated financial statements for the year ended 31 December 2013.

13. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in orderly transactions between market participants at the measurement date. Fair values are obtained from quoted market prices, discounted cash flow models and other models as appropriate.

Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: input other than quoted prices included within Level 1 that are observable, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs that are not based on observable market data (unobservable inputs).

**BOUBYAN BANK K.S.C.P. AND SUBSIDIARIES
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**NOTES TO THE INTERIM CONDENSED CONSOLIDATED FINANCIAL
INFORMATION (UNAUDITED)**

For the period from 1 January 2014 to 31 March 2014



13. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

	Level 1	Level 2	Total
	KD'000	KD'000	KD'000
31 March 2014			
Financial assets at fair value through profit or loss	-	7,517	7,517
Available for sale investments	2,465	59,714	62,179
	<u>2,465</u>	<u>67,231</u>	<u>69,696</u>
	Level 1	Level 2	Total
	KD'000	KD'000	KD'000
31 December 2013			
Financial assets at fair value through profit or loss	-	5,866	5,866
Available for sale investments	2,213	60,831	63,044
	<u>2,213</u>	<u>66,697</u>	<u>68,910</u>
	Level 1	Level 2	Total
	KD'000	KD'000	KD'000
31 March 2013			
Financial assets at fair value through profit or loss	131	46,041	46,172
Available for sale investments	3,773	96,915	100,688
	<u>3,904</u>	<u>142,956</u>	<u>146,860</u>

14. FIDUCIARY ASSETS

The aggregate value of assets held in a trust or fiduciary capacity by the Group at 31 March 2014 amounted to **KD 82,577 thousand** (31 December 2013: KD 78,905 thousand and 31 March 2013: KD 74,474 thousand).

15. ANNUAL GENERAL ASSEMBLY MEETING

The shareholders' annual general assembly held on 12 March 2014 approved the audited consolidated financial statements of the Bank for the year ended 31 December 2013 and the distribution of **7%** bonus shares to the shareholders on record at the date of regulatory approval for distribution of bonus shares.