

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Six month period ended 31 December 2018



## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2018 USD '000's

	Reviewed 31 December 2018 USD '000	Audited 30 June 2018 USD '000
<b>ASSETS</b>		
Balances and placements with banks	8,648	7,326
Investments	132,328	151,516
Investments in associates and a joint venture accounted under the equity method	26,669	26,666
Murabaha financing to investee companies	35,245	38,597
Wakala contract receivable	5,632	-
Receivables	5,839	33,420
Funding to project companies	4,614	3,025
Other assets	30,218	23,795
Property and equipment	7,647	7,816
<b>TOTAL ASSETS</b>	<b>256,840</b>	<b>292,161</b>
<b>LIABILITIES</b>		
Islamic financing payables	109,599	109,155
Employee accruals	1,997	2,092
Other liabilities	7,357	15,456
<b>TOTAL LIABILITIES</b>	<b>118,953</b>	<b>126,703</b>
<b>EQUITY</b>		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Foreign currency translation reserve	(71)	(71)
Accumulated losses	(57,901)	(30,330)
<b>Total equity</b>	<b>137,887</b>	<b>165,458</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>256,840</b>	<b>292,161</b>

## OFF STATEMENT OF FINANCIAL POSITION ITEMS

Equity of investment account holders	2,091	2,106
--------------------------------------	-------	-------

Extracted from the interim financial statements reviewed by Ernst & Young and approved for issue by the Board on 7 February 2019

AbdulFatah Marafie  
Chairman

Abdulatif M. Janahi  
Board Member and Chief Executive Officer

## INTERIM CONSOLIDATED STATEMENT OF INCOME

Six month period ended 31 December 2018 (Reviewed) USD '000's

	Three months ended 31 December		Six months ended 31 December	
	2018 USD '000	2017 USD '000	2018 USD '000	2017 USD '000
<b>REVENUE</b>				
Income from investment banking services - net	279	16	279	154
Gain on sale of investment	-	938	201	938
Finance income	778	509	2,498	512
Dividend income	420	158	499	158
Rental and other income	306	762	983	1,369
<b>TOTAL REVENUE</b>	<b>1,783</b>	<b>2,383</b>	<b>4,460</b>	<b>3,131</b>
<b>OTHER (LOSSES) / GAINS</b>				
Fair value (losses)/ gains on investments carried at fair value through profit or loss - net	(19,297)	(404)	(19,103)	325
	(17,514)	1,979	(14,643)	3,456
<b>EXPENSES</b>				
Staff costs	1,542	1,533	2,930	3,108
Travel and business development expenses	89	98	182	194
Legal and professional fees	190	225	437	375
Finance expense	1,358	1,478	2,800	2,827
Depreciation	86	90	175	179
Other expenses	839	865	1,872	2,064
<b>TOTAL EXPENSES</b>	<b>4,104</b>	<b>4,289</b>	<b>8,396</b>	<b>8,747</b>
<b>LOSS BEFORE IMPAIRMENT PROVISION AND SHARE OF LOSS OF ASSOCIATES AND A JOINT VENTURE</b>				
	(21,618)	(2,310)	(23,039)	(5,291)
Reversal of impairment / (provision charge) - net	309	(346)	309	(346)
Share of loss of associates and a joint venture - net	(15)	(22)	(50)	(50)
<b>NET LOSS FOR THE PERIOD</b>	<b>(21,324)</b>	<b>(2,678)</b>	<b>(22,780)</b>	<b>(5,687)</b>

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Six month period ended 31 December 2018 (Reviewed) USD '000's

	2018 USD '000	2017 USD '000
<b>OPERATING ACTIVITIES</b>		
Net loss for the period	(22,780)	(5,687)
Adjustments for:		
Share of loss of associates and a joint venture accounted under the equity method (Reversal of impairment) / provision charge - net	50	50
ECL charged on balances and placement with banks	(309)	346
Fair value gains on investments carried at fair value through profit or loss	19,103	(325)
Gain on sale of investment	(201)	(938)
Depreciation	175	179
Dividend income	(499)	(158)
Operating losses before changes in operating assets and liabilities	(4,464)	(6,533)
Changes in operating assets and liabilities:		
Investments	(127)	1,568
Investments in associates and a joint venture accounted under the equity method	(55)	(192)
Wakala contract receivable	(5,689)	-
Receivables	27,445	(74)
Funding to project companies	(2,925)	-
Other assets	(6,966)	2,389
Employee accruals	(95)	(346)
Other liabilities	(8,198)	1,216
Net cash used in operating activities	(1,072)	(1,972)
<b>INVESTING ACTIVITIES</b>		
Dividends received	727	158
Proceeds from sale of investment	201	938
Property and equipment - net	(6)	(72)
Net cash from investing activities	922	1,024
<b>FINANCING ACTIVITIES</b>		
Murabaha financing to investee company	1,042	-
Islamic financing payables	444	(183)
Net cash from (used in) financing activities	1,486	(183)
Foreign currency translation adjustments	-	59
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,336</b>	<b>(1,072)</b>
Cash and cash equivalents at beginning of the period	7,312	7,571
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>8,648</b>	<b>6,499</b>
<b>CASH AND CASH EQUIVALENTS PER THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
Balances with banks	8,648	5,916
Placements with financial institutions	-	583
	<b>8,648</b>	<b>6,499</b>

## INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six month period ended 31 December 2018 (Reviewed)

USD '000's

	Share capital USD '000	Statutory reserve USD '000	Investments fair value reserve USD '000	Foreign currency translation reserve USD '000	Accumulated losses USD '000	Total USD '000
Balance at 1 July 2018	190,000	5,859	-	(71)	(30,330)	165,458
Transition adjustment on adoption of FAS 30 as of 1 July 2018	-	-	-	-	(4,791)	(4,791)
Restated balance as of 1 July 2018	190,000	5,859	-	(71)	(35,121)	160,667
Net loss for the period	-	-	-	-	(22,780)	(22,780)
<b>Balance at 31 December 2018</b>	<b>190,000</b>	<b>5,859</b>	<b>-</b>	<b>(71)</b>	<b>(57,901)</b>	<b>137,887</b>
Balance at 1 July 2017	190,000	5,859	-	(130)	(25,084)	170,645
Net loss for the period	-	-	-	-	(5,687)	(5,687)
Foreign currency translation difference on investment in an associate	-	-	-	59	-	59
Net movement in cumulative changes in fair value of available-for-sale investments	-	-	100	-	-	100
Balance at 31 December 2017	190,000	5,859	100	(71)	(30,771)	165,117