

# INTERIM CONSOLIDATED FINANCIAL STATEMENTS

9 months ended 31 March 2014



## INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 March 2014 USD 000's

	31 March 2014 (Reviewed)	30 June 2013 (Audited)
<b>ASSETS</b>		
Balances with banks	6,743	5,903
Placements with financial institutions	1,443	4,720
Investments	131,784	131,567
Investments in associates and a joint venture accounted under the equity method	24,695	25,033
Investment property	9,130	9,130
Receivable from investment banking services	24,227	13,192
Funding to project companies	20,960	12,858
Other assets	14,266	9,246
Property and equipment	9,401	9,912
<b>Total assets</b>	<b>242,649</b>	<b>221,561</b>
<b>LIABILITIES</b>		
Islamic financing payables	25,693	13,011
Employee accruals	4,392	4,109
Other liabilities	5,591	3,963
<b>Total liabilities</b>	<b>35,676</b>	<b>21,083</b>
<b>EQUITY</b>		
Share capital	190,000	250,000
Share premium	-	28,429
Unvested shares of employee share ownership plan	(10,000)	(22,764)
Statutory reserve	2,023	10,414
Investments fair value reserve	1,437	245
Employee share ownership plan reserve	-	5,349
Retained earnings (accumulated losses)	23,513	(71,195)
<b>Total equity</b>	<b>206,973</b>	<b>200,478</b>
<b>Total liabilities and equity</b>	<b>242,649</b>	<b>221,561</b>
<b>Off statement of financial position items</b>		
Equity of investment account holders	3,936	3,740

Extracted from the reviewed interim financial information approved for issue by the Board on 6 May 2014 and on which Ernst & Young has issued an unqualified review report.

Dr. Ghassan Al Sulaiman  
Chairman

Abdullatif M. Janahi  
Board Member and Chief Executive Officer

## INTERIM CONSOLIDATED STATEMENT OF INCOME

9 months ended 31 March 2014 (Reviewed) USD 000's

	Three months ended 31 March		Nine months ended 31 March	
	2014	2013	2014	2013
<b>REVENUE</b>				
Income from investment banking services - net	3,231	2,529	12,682	13,488
Finance income	50	108	183	337
Dividend income	264	1,601	267	3,455
Rental and other miscellaneous income	546	845	1,340	2,676
<b>Total revenue</b>	<b>4,091</b>	<b>5,083</b>	<b>14,472</b>	<b>19,956</b>
<b>OTHER GAINS</b>				
Fair value gains (losses) on investments carried at fair value through profit or loss - net	(22)	8	(500)	(1,982)
Other gains (losses) on investments - net	(9)	-	700	-
	<b>4,060</b>	<b>5,091</b>	<b>14,672</b>	<b>17,974</b>
<b>EXPENSES</b>				
Staff costs	1,566	1,715	4,626	4,216
Travel and business development expenses	174	66	399	285
Legal and professional fees	192	150	677	570
Finance expense	265	47	588	116
Depreciation	127	329	509	977
Other expenses	601	559	1,742	1,522
<b>Total expenses</b>	<b>2,925</b>	<b>2,866</b>	<b>8,541</b>	<b>7,686</b>
<b>Profit before impairment provision and share of loss of associates and a joint venture</b>	<b>1,135</b>	<b>2,225</b>	<b>6,131</b>	<b>10,288</b>
Impairment allowances	-	(390)	(490)	(2,100)
Share of losses of associates and a joint venture - net	(127)	(171)	(338)	(1,022)
<b>Net profit for the period</b>	<b>1,008</b>	<b>1,664</b>	<b>5,303</b>	<b>7,166</b>

## INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

9 months ended 31 March 2014 (Reviewed) USD 000's

	2014	2013
<b>OPERATING ACTIVITIES</b>		
Net profit for the period	5,303	7,166
Adjustments for non-cash items:		
Share of results of associates and a joint venture accounted under the equity method	338	1,022
Impairments allowances	490	2,100
Fair value loss on investments carried at fair value through profit or loss	500	-
Depreciation	509	977
Gain on disposal of property and equipment	(3)	(108)
Gain on sale of available-for-sale investment	(436)	-
Dividend income	(267)	(3,455)
Operating profit before changes in operating assets and liabilities	6,434	7,702
Changes in operating assets and liabilities:		
Investments	(78)	(11,616)
Receivable from investment banking services	(11,035)	7,410
Funding to project companies	(8,592)	(1,132)
Other assets	(5,462)	(5,726)
Employee accruals	283	(690)
Other liabilities	1,628	446
<b>Net cash used in operating activities</b>	<b>(16,822)</b>	<b>(3,606)</b>
<b>INVESTING ACTIVITIES</b>		
Dividends received	744	1,218
Proceeds from sale of available-for-sale investment	954	(3,069)
Property and equipment - net	5	(658)
<b>Net cash from (used in) investing activities</b>	<b>1,703</b>	<b>(2,509)</b>
<b>FINANCING ACTIVITIES</b>		
Islamic financing payables raised (repaid)	12,682	(400)
<b>Net cash from (used in) financing activity</b>	<b>12,682</b>	<b>(400)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,437)</b>	<b>(6,515)</b>
Cash and cash equivalents at beginning of the period	10,423	10,322
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>8,186</b>	<b>3,807</b>
<b>Cash and cash equivalents per the statement of financial position</b>		
Balances with banks	6,743	1,877
Placements with financial institutions	1,443	1,930
	<b>8,186</b>	<b>3,807</b>

## INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

9 months ended 31 March 2014 (Reviewed) USD 000's

	Share capital	Share premium	Unvested shares of employee share ownership plan	Statutory reserve	Investments fair value reserve	Employee share ownership plan reserve	Retained earnings / accumulated losses	Total
<b>31 March 2014</b>								
Balance at 1 July 2013	250,000	28,429	(22,764)	10,414	245	5,349	(71,195)	200,478
Capital restructuring	(60,000)	(28,429)	12,764	(10,414)	-	(5,349)	91,428	-
Transfer to statutory reserve	-	-	-	2,023	-	-	(2,023)	-
Net profit for the period	-	-	-	-	-	-	5,303	5,303
Net movement in cumulative changes in fair value of available-for-sale investment	-	-	-	-	1,192	-	-	1,192
<b>Balance at 31 March 2014 (Reviewed)</b>	<b>190,000</b>	<b>-</b>	<b>(10,000)</b>	<b>2,023</b>	<b>1,437</b>	<b>-</b>	<b>23,513</b>	<b>206,973</b>
Balance at 1 July 2012	250,000	28,429	(22,764)	10,414	(24)	5,349	(79,335)	192,069
Net profit for the period	-	-	-	-	-	-	7,166	7,166
Net movement in cumulative changes in fair value of available-for-sale investment	-	-	-	-	(21)	-	-	(21)
<b>Balance at 31 March 2013 (Reviewed)</b>	<b>250,000</b>	<b>28,429</b>	<b>(22,764)</b>	<b>10,414</b>	<b>(45)</b>	<b>5,349</b>	<b>(72,169)</b>	<b>199,214</b>