

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2014



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2014 USD 000's

	30 June 2014	30 June 2013
ASSETS		
Balances with banks	2,797	5,903
Placements with financial institutions	9,414	4,720
Investments	145,741	131,567
Investments in associates and a joint venture accounted under the equity method	27,847	25,033
Investment property	-	9,130
Receivables	31,335	13,192
Funding to project companies	14,083	12,858
Other assets	8,901	9,246
Property and equipment	9,284	9,912
Total assets	249,402	221,561
LIABILITIES		
Islamic financing payables	20,188	13,011
Employee accruals	5,969	4,109
Other liabilities	6,799	3,963
Total liabilities	32,956	21,083
EQUITY		
Share capital	190,000	250,000
Share premium	-	28,429
Unvested shares of employee share ownership plan	(10,000)	(22,764)
Statutory reserve	3,525	10,414
Investment fair value reserve	1,196	245
Employee share ownership plan reserve	-	5,349
Retained earnings / (accumulated losses)	31,725	(71,195)
Total equity	216,446	200,478
Total liabilities and equity	249,402	221,561
Off statement of financial position items		
Equity of investment account holders	3,879	3,740

Extracted from the annual financial statements audited by Ernst & Young and approved for issue by the Board on 21 July 2014.

Dr. Ghassan Al Sulaiman
Chairman

Abdullatif M. Janahi
Board Member and Chief Executive Officer

CONSOLIDATED STATEMENT OF INCOME

For the year ended 30 June 2014 USD 000's

	Year ended 30 June 2014	Period 1 January 2012 to 30 June 2013
REVENUE		
Income from investment		
banking services	16,931	35,053
Finance income	202	585
Dividend income	1,564	3,858
Rental and other income	3,274	2,674
Total revenue	21,971	42,170
OTHER GAINS (LOSSES)		
Fair value losses on		
investments carried at fair value		
through profit or loss - net	(2,233)	(7,315)
Other gains		
on investments - net	700	1,143
Gain on sale		
of investment property	3,253	-
	23,691	35,998
EXPENSES		
Staff costs	7,784	8,452
Travel and business		
development expenses	522	912
Legal and professional fees	1,136	1,050
Finance expense	848	269
Depreciation	640	1,887
Other expenses	2,281	3,404
Total expenses	13,211	15,974
Profit before impairment provision and share of loss of associates and a joint venture	10,480	20,024
Impairment provisions released - net	41	1,230
Recovery of impaired funding to a project company	4,949	1,703
Share of losses of associates		
and a joint venture - net	(453)	(1,812)
Net profit for the year / period	15,017	21,145

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2014 USD 000's

	Year ended 30 June 2014	Period 1 January 2012 to 30 June 2013
OPERATING ACTIVITIES		
Net profit for the year / period	15,017	21,145
Adjustments for non-cash items:		
Gain on investments	(700)	(1,143)
Share of results of associates and joint venture accounted under the equity method	453	1,812
Impairment provisions released - net	(41)	(1,230)
Depreciation	640	1,887
Gain on disposal of property and equipment	(3)	(100)
Dividend income	(1,564)	(3,858)
Gain on sale of investment property	(3,253)	-
Fair value losses on investments carried at fair value through profit or loss	(2,233)	(7,315)
Operating profit before changes in operating assets and liabilities	8,316	11,198
Changes in operating assets and liabilities:		
Investments	(8,813)	(4,043)
Receivables	(15,440)	(6,822)
Funding to project companies	(2,901)	(4,957)
Other assets	1,909	(2,589)
Employee accruals	1,860	(2,214)
Other liabilities	2,836	98
Net cash used in operating activities	(12,233)	(9,329)
INVESTING ACTIVITIES		
Dividends received	1,080	2,291
Property and equipment - net	(9)	(657)
Proceeds from sale and redemption of investments	5,573	-
Net cash from investing activity	6,644	1,634
FINANCING ACTIVITY		
Islamic financing payables	7,177	4,380
Net cash from financing activity	7,177	4,380
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,588	(3,315)
Cash and cash equivalents at beginning of the year / period	10,623	13,938
CASH AND CASH EQUIVALENTS AT END OF THE YEAR / PERIOD	12,211	10,623
Comprising of:		
Balances with banks	2,797	5,903
Placements with financial institutions	9,414	4,720
	12,211	10,623

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2014

USD 000's

	Share capital	Share premium	Unvested ESOP shares	Statutory reserve	Investments fair value reserve	ESOP reserve	Retained earnings / (accumulated losses)	Total
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	-
Net profit for the year	-	-	-	-	-	-	15,017	15,017
Transfer to statutory reserve	-	-	-	3,525	-	-	(3,525)	-
Cumulative changes in fair value of available-for-sale investment	-	-	-	-	951	-	-	951
Balance at 30 June 2014	190,000	-	(10,000)	3,525	1,196	-	31,725	216,446
Balance at 1 January 2012	250,000	28,429	(22,764)	10,414	628	5,349	(92,340)	179,716
Net profit for the period	-	-	-	-	-	-	21,145	21,145
Cumulative changes in fair value of available-for-sale investments	-	-	-	-	(383)	-	-	(383)
Balance at 30 June 2013	250,000	28,429	(22,764)	10,414	245	5,349	(71,195)	200,478