

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2018



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2018 USD 000's

	30 June 2018	30 June 2017
ASSETS		
Balances and placements with banks	7,326	7,571
Investments	151,516	161,354
Investments in associates and joint venture accounted under the equity method	26,666	26,960
Murabaha financing to investee companies	38,597	34,750
Receivables	33,420	16,630
Funding to project companies	3,025	-
Other assets	23,795	27,610
Property and equipment	7,816	8,077
TOTAL ASSETS	292,161	282,952
LIABILITIES		
Islamic financing payables	109,155	101,674
Employee accruals	2,092	2,723
Other liabilities	15,456	7,910
Total liabilities	126,703	112,307
EQUITY		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Foreign currency translation reserve	(71)	(130)
Accumulated losses	(30,330)	(25,084)
Total equity	165,458	170,645
TOTAL LIABILITIES AND EQUITY	292,161	282,952
OFF BALANCE SHEET ITEMS		
Equity of investment account holders	2,106	2,744

Extracted from the financial statements audited by Ernst & Young and approved for issue by the Board on 27 September 2018

Abdulfatah Marafie
Chairman

Abdullatif M. Janahi
Board Member and Chief Executive Officer

CONSOLIDATED STATEMENT OF INCOME

For the year ended 30 June 2018 USD 000's

	30 June 2018	30 June 2017
REVENUE		
Income from investment banking services	1,218	4,795
Gain on sale of investment	6,338	-
Finance income	4,785	12
Dividend income	1,406	834
Rental and other income	2,447	2,945
Total revenue	16,194	8,586
OTHER GAINS (LOSSES)		
Fair value losses on investments at fair value through profit or loss	(3,833)	(38,266)
Total income (loss)	12,361	(29,680)
EXPENSES		
Staff costs	5,745	6,194
Travel and business development expenses	431	529
Legal and professional fees	773	1,357
Finance expense	5,623	6,141
Depreciation	385	413
Other expenses	3,026	3,978
Total expenses	15,983	18,612
PROFIT (LOSS) BEFORE IMPAIRMENT PROVISIONS AND SHARE OF LOSSES OF ASSOCIATES AND JOINT VENTURE		
	(3,622)	(48,292)
Impairment provisions charged	(1,492)	(6,448)
Recovery of impaired receivables	-	1,344
Share of losses of associates and joint venture - net	(132)	(250)
NET PROFIT (LOSS) FOR THE YEAR	(5,246)	(53,646)

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2018 USD 000's

	30 June 2018	30 June 2017
OPERATING ACTIVITIES		
Net profit (loss) for the year	(5,246)	(53,646)
Adjustments for non-cash items:		
Gain on sale of investments	(5,263)	-
Share of results of associates and joint venture accounted under the equity method	132	250
Impairment provisions charged - net	1,492	6,448
Depreciation	385	413
Dividend income	(1,406)	(834)
Fair value losses on investments at fair value through profit or loss - net	3,833	38,266
Operating loss before changes in operating assets and liabilities	(6,073)	(9,103)
Changes in operating assets and liabilities:		
Investments	10,756	(16,453)
Investments in associates and joint venture accounted under the equity method	(192)	616
Murabaha financing to investee companies	(3,847)	6,243
Receivables	(16,790)	20,429
Funding to project companies	(3,025)	4,231
Other assets	3,695	(10,051)
Employee accruals	(631)	(1,023)
Other liabilities	7,546	3,383
Net cash used in operating activities	(8,561)	(1,728)
INVESTING ACTIVITIES		
Dividends received	900	1,136
Property and equipment - net	(124)	(56)
Net cash from investing activities	776	1,080
FINANCING ACTIVITY		
Islamic financing payables	7,481	(60)
Net cash from (used in) financing activity	7,481	(60)
Foreign currency translation adjustments	59	(3)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(245)	(711)
Cash and cash equivalents at beginning of the year	7,571	8,282
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	7,326	7,571
Comprising:		
Balances in current and call accounts	5,285	7,441
Short-term placements	2,041	130
	7,326	7,571

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2018

USD 000's

	Share capital USD '000	Statutory reserve USD '000	Foreign currency translation reserve USD '000	Accumulated losses USD '000	Total USD '000
Balance at 1 July 2017	190,000	5,859	(130)	(25,084)	170,645
Net profit for the year	-	-	-	(5,246)	(5,246)
Foreign currency translation difference on investment in an associate	-	-	59	-	59
Balance at 30 June 2018	190,000	5,859	(71)	(30,330)	165,458
Balance at 1 July 2016	190,000	5,859	(127)	28,562	224,294
Net loss for the year	-	-	-	(53,646)	(53,646)
Foreign currency translation difference on investment in an associate	-	-	(3)	-	(3)
Balance at 30 June 2017	190,000	5,859	(130)	(25,084)	170,645