

# INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

Three month period ended 30 September 2016



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2016	USD 000's	
	30 September 2016 (Reviewed)	30 June 2016 (Audited)
<b>ASSETS</b>		
Balances and placements with banks	5,199	8,282
Investments	191,862	188,255
Investments in associates and a joint venture accounted under the equity method	27,120	28,046
Murabaha financing to investee companies	37,356	40,993
Receivables	38,968	38,030
Funding to project companies	714	4,231
Other assets	20,868	18,030
Property and equipment	8,340	8,434
<b>TOTAL ASSETS</b>	<b>330,427</b>	<b>334,301</b>
<b>LIABILITIES</b>		
Islamic financing payables	101,476	101,734
Employee accruals	3,764	3,746
Other liabilities	4,278	4,527
<b>Total liabilities</b>	<b>109,518</b>	<b>110,007</b>
<b>EQUITY</b>		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Investments fair value reserve	(125)	-
Foreign currency translation reserve	(118)	(127)
Retained earnings	25,293	28,562
<b>Total equity</b>	<b>220,909</b>	<b>224,294</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>330,427</b>	<b>334,301</b>
<b>OFF STATEMENT OF FINANCIAL POSITION ITEMS</b>		
Equity of investment account holders	3,652	3,756

Extracted from the interim financial statements reviewed by Ernst & Young and approved for issue by the Board on 27 October 2016.

Abdullatif Marafie  
Chairman

Abdullatif M. Janahi  
Board Member and Chief Executive Officer

## CONSOLIDATED STATEMENT OF INCOME

Three month period ended 30 September 2016	USD 000's	
	Three months ended 30 September 2016	2015
<b>REVENUE</b>		
Income from investment		
banking services - net	686	869
Finance income	6	17
Rental and other income	704	400
<b>Total revenue</b>	<b>1,396</b>	<b>1,286</b>
<b>OTHER LOSSES</b>		
Fair value losses on investments carried at fair value through profit or loss - net	(489)	(96)
<b>Total other losses</b>	<b>907</b>	<b>1,190</b>
<b>EXPENSES</b>		
Staff costs	1,547	1,666
Travel and business development expenses	70	118
Legal and professional fees	235	120
Finance expense	1,124	150
Depreciation	117	118
Other expenses	943	531
<b>Total expenses</b>	<b>4,036</b>	<b>2,703</b>
<b>LOSS BEFORE IMPAIRMENT PROVISION AND SHARE OF LOSS OF ASSOCIATES AND A JOINT VENTURE</b>	<b>(3,129)</b>	<b>(1,513)</b>
Share of loss of associates and a joint venture - net	(140)	(142)
<b>NET LOSS FOR THE PERIOD</b>	<b>(3,269)</b>	<b>(1,655)</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

Three month period ended 30 September 2016	USD 000's	
	2016	2015
<b>OPERATING ACTIVITIES</b>		
Net loss for the period	(3,269)	(1,655)
Adjustments for non-cash items:		
Share of loss of associates and a joint venture accounted under the equity method	140	142
Fair value losses (gains) on investments carried at fair value through profit or loss	489	96
Depreciation	117	118
Foreign currency translation difference on investment in an associate	-	11
Operating losses before changes in operating assets and liabilities	(2,523)	(1,288)
Changes in operating assets and liabilities:		
Investments	(4,221)	(2,431)
Investments in associates and a joint venture accounted under the equity method	786	-
Receivables	(938)	2,727
Funding to project companies	3,517	(1)
Other assets	(2,838)	(20,058)
Employee accruals	18	43
Other liabilities	(249)	324
<b>Net cash used in operating activities</b>	<b>(6,448)</b>	<b>(20,684)</b>
<b>INVESTING ACTIVITIES</b>		
Available-for-sale investment - net	-	(300)
Property and equipment - net	(23)	(18)
<b>Net cash used in investing activities</b>	<b>(23)</b>	<b>(318)</b>
<b>FINANCING ACTIVITIES</b>		
Murabaha financing to investee companies	3,637	-
Islamic financing payables	(258)	20,405
<b>Net cash from financing activities</b>	<b>3,379</b>	<b>20,405</b>
<b>Foreign currency translation adjustments</b>	<b>9</b>	<b>(11)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,083)</b>	<b>(608)</b>
Cash and cash equivalents at beginning of the period	8,282	2,724
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>5,199</b>	<b>2,116</b>
<b>Cash and cash equivalents per the statement of financial position</b>		
Balances with banks	5,071	1,705
Placements with financial institutions	128	411
<b>Total</b>	<b>5,199</b>	<b>2,116</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three month period ended 30 September 2016	USD 000's						
	Share capital	Unvested shares of Employee share ownership plan	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	Retained earnings	Total
Balance at 1 July 2016	190,000	-	5,859	-	(127)	28,562	224,294
Net loss for the period	-	-	-	-	-	(3,269)	(3,269)
Foreign currency translation difference on investment in an associate	-	-	-	-	9	-	9
Net movement in cumulative changes in fair value of available-for-sale investments	-	-	-	(125)	-	-	(125)
<b>Balance at 30 September 2016</b>	<b>190,000</b>	<b>-</b>	<b>5,859</b>	<b>(125)</b>	<b>(118)</b>	<b>25,293</b>	<b>220,909</b>
Balance at 1 July 2015	190,000	(10,000)	4,931	-	(175)	34,711	219,467
Net loss for the period	-	-	-	-	-	(1,655)	(1,655)
Foreign currency translation difference on investment in an associate	-	-	-	-	9	-	9
Net movement in cumulative changes in fair value of available-for-sale investments	-	-	-	145	-	-	145
<b>Balance at 30 September 2015</b>	<b>190,000</b>	<b>(10,000)</b>	<b>4,931</b>	<b>145</b>	<b>(166)</b>	<b>33,056</b>	<b>217,966</b>