

# CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2015



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2015 USD 000's

	30 June 2015	30 June 2014
<b>ASSETS</b>		
Balances with banks	2,314	2,797
Placements with financial institutions	410	9,414
Investments	163,045	145,741
Investments in associates and joint venture accounted under the equity method	27,816	27,847
Receivables	27,345	31,335
Funding to project companies	13,860	14,083
Other assets	7,197	8,901
Property and equipment	8,833	9,284
<b>TOTAL ASSETS</b>	<b>250,820</b>	<b>249,402</b>
<b>LIABILITIES</b>		
Islamic financing payable	20,011	20,188
Employee accruals	6,131	5,969
Other liabilities	5,211	7,227
<b>Total liabilities</b>	<b>31,353</b>	<b>33,384</b>
<b>EQUITY</b>		
Share capital	190,000	190,000
Unvested shares of employee share ownership plan	(10,000)	(10,000)
Statutory reserve	4,931	3,525
Investment fair value reserve	-	1,196
Foreign currency translation reserve	(175)	-
Retained earnings	34,711	31,297
<b>Total equity</b>	<b>219,467</b>	<b>216,018</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>250,820</b>	<b>249,402</b>
<b>Off statement of financial position items</b>		
Equity of investment account holders	3,833	3,879

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

Dr. Ghassan Al Sulaiman  
Chairman

Abdullatif M. Janahi  
Board Member and Chief Executive Officer

## CONSOLIDATED STATEMENT OF INCOME

For the year ended 30 June 2015 USD 000's

	2015	2014
<b>REVENUE</b>		
Income from investment banking services	13,732	16,931
Finance income	212	202
Dividend income	304	1,564
Rental and other income	2,285	3,274
<b>Total revenue</b>	<b>16,533</b>	<b>21,971</b>
<b>OTHER GAINS (LOSSES)</b>		
Fair value gains (losses) on investments at fair value through profit or loss - net	1,673	(2,233)
Gains from sale of investments - net	7,117	700
Gain on sale of investment property	-	3,253
	<b>25,323</b>	<b>23,691</b>
<b>EXPENSES</b>		
Staff costs	7,263	7,784
Travel and business development expenses	509	522
Legal and professional fees	1,263	1,136
Finance expense	664	848
Depreciation	507	640
Other expenses	2,392	2,281
<b>Total expenses</b>	<b>12,598</b>	<b>13,211</b>
<b>PROFIT BEFORE IMPAIRMENT PROVISIONS AND SHARE OF LOSSES OF ASSOCIATES AND JOINT VENTURE</b>		
	<b>12,725</b>	<b>10,480</b>
Impairment provisions (charged) / released - net	(3,703)	41
Recovery of impaired receivables	5,560	4,949
Share of losses of associates and joint venture - net	(524)	(453)
<b>PROFIT BEFORE BOARD OF DIRECTORS' REMUNERATION</b>	<b>14,058</b>	<b>15,017</b>
Proposed Board of Directors' remuneration	-	428
<b>NET PROFIT FOR THE YEAR / PERIOD AFTER PROPOSED BOARD OF DIRECTORS' REMUNERATION</b>	<b>14,058</b>	<b>14,589</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2015 USD 000's

	2015	2014
<b>OPERATING ACTIVITIES</b>		
Net profit for the year	14,058	14,589
Adjustments for non-cash items:		
Gain on investments	(7,117)	(700)
Share of results of associates and joint venture accounted under the equity method	524	453
Impairment provisions charged (released) - net	3,705	(41)
Depreciation	507	640
Gain on disposal of property and equipment	-	(3)
Dividend income	(304)	(1,564)
Gain on sale of investment property	-	(3,253)
Fair value gains (losses) on investments at fair value through profit or loss - net	1,673	(2,233)
Operating profit before changes in operating assets and liabilities	13,044	7,888
Changes in operating assets and liabilities:		
Investments	(14,956)	(8,813)
Investments in associates and joint venture accounted under the equity method	(668)	-
Receivables	3,520	(15,440)
Funding to project companies	(1,077)	(2,901)
Other assets	802	1,909
Employee accruals	(159)	1,860
Other liabilities	(2,016)	3,264
<b>Net cash used in operating activities</b>	<b>(1,510)</b>	<b>(12,233)</b>
<b>INVESTING ACTIVITIES</b>		
Dividends received	1,173	1,080
Dividends paid	(8,917)	-
Property and equipment - net	(56)	(9)
Proceeds from sale and redemption of investments	-	5,573
<b>Net cash (used in) from investing activities</b>	<b>(7,800)</b>	<b>6,644</b>
<b>FINANCING ACTIVITY</b>		
Islamic financing payables	(177)	7,177
<b>Net cash (used in) from financing activity</b>	<b>(177)</b>	<b>7,177</b>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(9,487)</b>	<b>1,588</b>
Cash and cash equivalents at beginning of the year	12,211	10,623
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>2,724</b>	<b>12,211</b>
<b>Cash and cash equivalents per the statement of financial position</b>		
Balances with banks	2,314	2,797
Placements with financial institutions	410	9,414
	<b>2,724</b>	<b>12,211</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2015 USD 000's

	Share capital	Share premium	Unvested ESOP shares	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	ESOP reserve	Retained earnings	Total
Balance at 1 July 2014	190,000	-	(10,000)	3,525	1,196	-	-	31,297	216,018
Dividends for 2014	-	-	-	-	-	-	-	(9,238)	(9,238)
Net profit for the year	-	-	-	-	-	-	-	14,058	14,058
Transfer to statutory reserve	-	-	-	1,406	-	-	-	(1,406)	-
Foreign currency translation difference on investment in an associate	-	-	-	-	-	(175)	-	-	(175)
Cumulative changes in fair value of available-for-sale investments	-	-	-	-	(1,196)	-	-	-	(1,196)
<b>Balance at 30 June 2015</b>	<b>190,000</b>	<b>-</b>	<b>(10,000)</b>	<b>4,931</b>	<b>-</b>	<b>(175)</b>	<b>-</b>	<b>34,711</b>	<b>219,467</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	-
Net profit for the year	-	-	-	-	-	-	-	14,589	14,589
Transfer to statutory reserve	-	-	-	3,525	-	-	-	(3,525)	-
Cumulative changes in fair value of available-for-sale investments	-	-	-	-	951	-	-	-	951
Balance at 30 June 2014	190,000	-	(10,000)	3,525	1,196	-	-	31,297	216,018