

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2017



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2017

USD 000's

	30 June 2017	30 June 2016
ASSETS		
Balances and placements with banks	7,571	8,282
Investments	161,354	188,255
Investments in associates and joint venture accounted under the equity method	26,960	28,046
Murabaha financing to investee companies	34,750	40,993
Receivables	16,650	38,050
Funding to project companies	-	4,231
Other assets	27,610	18,050
Property and equipment	8,077	8,434
TOTAL ASSETS	282,952	334,301
LIABILITIES		
Islamic financing payables	101,674	101,734
Employee accruals	2,723	3,746
Other liabilities	7,910	4,527
Total liabilities	112,307	110,007
EQUITY		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Foreign currency translation reserve	(130)	(127)
(Accumulated losses) / retained earnings	(25,084)	28,562
Total equity	170,645	224,294
TOTAL LIABILITIES AND EQUITY	282,952	334,301
OFF BALANCE SHEET ITEMS		
Equity of investment account holders	2,744	3,756

Extracted from the annual financial statements audited by Ernst & Young and approved for issue by the Board on 10 July 2017.

Abdulfatah M. R. Marafie
Chairman

Abdullatif M. Janahi
Board Member and Chief Executive Officer

CONSOLIDATED STATEMENT OF INCOME

For the year ended 30 June 2017

USD 000's

	30 June 2017	30 June 2016
REVENUE		
Income from investment banking services	4,795	31,126
Finance income	12	128
Dividend income	834	837
Rental and other income	2,945	4,550
Total revenue	8,586	36,641
OTHER (LOSSES) GAINS		
Fair value losses on investments at fair value through profit or loss	(38,266)	(17,508)
Gain from sale of investment	-	6,397
Total (loss) income	(29,680)	25,530
EXPENSES		
Staff costs	6,194	8,066
Travel and business development expenses	529	575
Legal and professional fees	1,357	903
Finance expense	6,141	3,047
Depreciation	413	477
Other expenses	3,978	3,101
Total expenses	18,612	16,169
(LOSS) / PROFIT BEFORE IMPAIRMENT PROVISIONS AND SHARE OF LOSSES OF ASSOCIATES AND JOINT VENTURE	(48,292)	9,361
Impairment provisions charged	(6,448)	(3,005)
Recovery of impaired receivables	1,344	3,690
Share of losses of associates and joint venture - net	(250)	(402)
(LOSS) / PROFIT BEFORE BOARD OF DIRECTORS' REMUNERATION	(53,646)	9,644
Board of Directors' remuneration	-	(365)
NET (LOSS) / PROFIT FOR THE YEAR AFTER BOARD OF DIRECTORS' REMUNERATION	(53,646)	9,279

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2017

USD 000's

	2017	2016
OPERATING ACTIVITIES		
Net (loss) profit for the year	(53,646)	9,279
Adjustments for non-cash items:		
Gain on investments	-	(6,397)
Share of results of associates and joint venture accounted under the equity method	250	402
Impairment provisions charged - net	6,448	3,005
Depreciation	413	477
Dividend income	(834)	(837)
Fair value losses on investments at fair value through profit or loss - net	38,266	17,508
Operating (loss) profit before changes in operating assets and liabilities	(9,105)	23,437
Changes in operating assets and liabilities:		
Investments	(16,455)	(36,713)
Investments in associates and joint venture accounted under the equity method	616	(632)
Murabaha financing to investee companies	6,245	(40,993)
Receivables	20,429	(11,529)
Funding to project companies	4,231	9,035
Other assets	(10,051)	(11,306)
Employee accruals	(1,023)	(2,385)
Other liabilities	3,383	(684)
Net cash used in operating activities	(1,728)	(71,772)
INVESTING ACTIVITIES		
Dividends received	1,156	137
Dividends paid	-	(4,500)
Property and equipment - net	(56)	(78)
Net cash from (used in) investing activities	1,080	(4,441)
FINANCING ACTIVITIES		
Islamic financing payables	(60)	81,723
Net cash (used in) from financing activities	(60)	81,723
Foreign currency translation adjustments	(3)	48
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(711)	5,558
Cash and cash equivalents at beginning of the year	8,282	2,724
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	7,571	8,282
Comprising:		
Balances in current and call accounts	7,441	8,155
Short-term placements	130	127
	7,571	8,282

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2017

USD 000's

	Share capital	Unvested shares of employee share ownership plan	Statutory reserve	Foreign currency translation reserve	(Accumulated losses) Retained earnings	Total
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
Balance at 1 July 2015	190,000	(10,000)	4,931	(175)	34,711	219,467
Cancellation of ESOP shares and issue of bonus shares	-	10,000	-	-	(10,000)	-
Dividends for 2015	-	-	-	-	(4,500)	(4,500)
Net loss for the year	-	-	-	-	9,279	9,279
Transfer to statutory reserve	-	-	928	-	(928)	-
Foreign currency translation difference on investment in an associate	-	-	-	48	-	48
Balance at 30 June 2016	190,000	-	5,859	(127)	28,562	224,294