

CONSOLIDATED FINANCIAL STATEMENTS

For the year ended 30 June 2019



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2019	USD 000's	
	30 June 2019	30 June 2018
ASSETS		
Balances and placements with banks	10,175	7,326
Investments	110,982	151,516
Investments in associates and a joint venture accounted under the equity method	22,701	26,666
Murabaha financing to investee companies	30,406	38,597
Wakala contract receivable	10,672	-
Receivables	1,976	35,420
Funding to project companies	5,693	3,025
Other assets	26,678	23,795
Property and equipment	7,480	7,816
TOTAL ASSETS	226,763	292,161
LIABILITIES		
Islamic financing payables	109,692	109,155
Employee accruals	1,440	2,092
Other liabilities	13,145	15,456
TOTAL LIABILITIES	124,277	126,703
EQUITY		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Foreign currency translation reserve	(71)	(71)
Accumulated losses	(93,302)	(30,330)
Total equity	102,486	165,458
TOTAL LIABILITIES AND EQUITY	226,763	292,161
OFF BALANCE SHEET ITEMS		
Equity of investment account holders	1,887	2,106

Extracted from the interim financial statements reviewed by Ernst & Young and approved for issue by the Board on 25 August 2019

Abdulfatah Marafie
Chairman

Abdullatif M. Janahi
Board Member and Chief Executive Officer

CONSOLIDATED STATEMENT OF INCOME

For the year ended 30 June 2019	USD 000's	
	30 June 2019	30 June 2018
REVENUE		
Income from investment banking services - net	2,153	1,218
Gain on sale of investment	1,133	6,338
Finance income	4,072	4,785
Dividend income	1,400	1,406
Rental and other income	1,786	2,447
TOTAL REVENUE	10,544	16,194
OTHER LOSSES		
Fair value losses on investments carried at fair value through profit or loss - net	(35,069)	(3,833)
TOTAL (LOSS) INCOME	(24,525)	12,361
EXPENSES		
Staff costs	7,061	5,745
Travel and business development expenses	427	431
Legal and professional fees	790	773
Finance expense	5,369	5,623
Depreciation	342	385
Other expenses	3,645	3,026
TOTAL EXPENSES	17,634	15,983
LOSS BEFORE IMPAIRMENT PROVISIONS AND SHARE OF LOSS OF ASSOCIATES AND JOINT VENTURE	(42,159)	(3,622)
Provisions for credit losses - net	(15,963)	(1,492)
Share of losses of associates and joint venture - net	(59)	(132)
NET LOSS FOR THE YEAR	(58,181)	(5,246)

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30 June 2019	USD 000's	
	30 June 2019	30 June 2018
OPERATING ACTIVITIES		
Net loss for the period	(58,181)	(5,246)
Adjustments for non-cash items:		
Gain on sale of investments	(1,133)	(5,263)
Share of results of associates and joint venture accounted under the equity method	59	132
ECL charged on balances and placement with banks	7	-
Provisions for credit losses - net	15,963	1,492
Depreciation	342	385
Dividend income	(1,400)	(1,406)
Fair value losses on investments carried at fair value through profit or loss - net	35,069	3,833
Operating losses before changes in operating assets and liabilities	(9,274)	(6,073)
Changes in operating assets and liabilities:		
Investments	4,381	10,756
Investments in associates and a joint venture accounted under the equity method	(53)	(192)
Murabaha financing to investee companies	1,287	(3,847)
Wakala contract receivable	(13,340)	-
Receivables	27,638	(16,790)
Funding to project companies	(4,386)	(3,025)
Other assets	(3,152)	3,695
Employee accruals	(652)	(631)
Other liabilities	(2,410)	7,546
Net cash from (used in) operating activities	39	(8,561)
INVESTING ACTIVITIES		
Dividends received	2,304	900
Property and equipment - net	(6)	(124)
Net cash from investing activities	2,298	776
FINANCING ACTIVITY		
Islamic financing payables	537	7,481
Net cash from financing activity	537	7,481
Foreign currency translation adjustments	-	59
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,874	(245)
Cash and cash equivalents at beginning of the year	7,326	7,571
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	10,200	7,326
Comprising:		
Balances in current and call accounts	7,330	5,285
Short-term placements	2,870	2,041
	10,200	7,326

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2019	USD 000's				
	Share capital	Statutory reserve	Foreign currency translation reserve	Accumulated losses	Total
Balance at 1 July 2018	190,000	5,859	(71)	(30,330)	165,458
Transition adjustment on adoption of FAS 30 as of 1 July 2018	-	-	-	(4,791)	(4,791)
Restated balance as of 1 July 2018	190,000	5,859	(71)	(35,121)	160,667
Net loss for the year	-	-	-	(58,181)	(58,181)
Balance at 30 June 2019	190,000	5,859	(71)	(93,302)	102,486
Balance at 1 July 2017	190,000	5,859	(130)	(25,084)	170,645
Net loss 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