

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Six month period ended 31 December 2017



INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2017 (Reviewed) USD 000's

	31 December 2017 (Reviewed)	30 June 2017 (Audited)
ASSETS		
Balances and placements with banks	6,499	7,571
Investments	159,865	161,354
Investments in associates and a joint venture accounted under the equity method	27,102	26,960
Murabaha financing to investee companies	34,750	34,750
Receivables	16,704	16,630
Other assets	25,221	27,610
Property and equipment	7,970	8,077
TOTAL ASSETS	278,111	282,952
LIABILITIES		
Islamic financing payables	101,491	101,674
Employee accruals	2,377	2,723
Other liabilities	9,126	7,910
Total liabilities	112,994	112,307
EQUITY		
Share capital	190,000	190,000
Statutory reserve	5,859	5,859
Investments fair value reserve	100	-
Foreign currency translation reserve	(71)	(130)
Accumulated losses	(30,771)	(25,084)
Total equity	165,117	170,645
TOTAL LIABILITIES AND EQUITY	278,111	282,952
OFF STATEMENT OF FINANCIAL POSITION ITEMS		
Equity of investment account holders	2,709	2,744

Extracted from the interim financial statements reviewed by Ernst & Young and approved for issue by the Board on 8 February 2018.

Abdulfatah Marafie
Chairman

Abdullatif M. Janahi
Board Member and Chief Executive Officer

INTERIM CONSOLIDATED STATEMENT OF INCOME

Six month period ended 31 December 2017 (Reviewed) USD 000's

	Three months ended 31 December		Six months ended 31 December	
	2017	2016	2017	2016
REVENUE				
Income from investment banking services - net	16	687	154	1,373
Gain on sale of investment	938	-	938	-
Finance income	509	2	512	8
Dividend income	158	129	158	129
Rental and other income	762	961	1,369	1,665
Total revenue	2,383	1,779	3,131	3,175
OTHER GAINS / (LOSSES)				
Fair value gains / (losses) on investments carried at fair value through profit or loss - net	(404)	(14,851)	325	(15,340)
	1,979	(13,072)	3,456	(12,165)
EXPENSES				
Staff costs	1,533	1,548	3,108	3,095
Travel and business development expenses	98	135	194	205
Legal and professional fees	225	403	375	638
Finance expense	1,478	1,349	2,827	2,473
Depreciation	90	100	179	217
Other expenses	865	1,059	2,064	2,002
Total expenses	4,289	4,594	8,747	8,630
LOSS BEFORE IMPAIRMENT PROVISION AND SHARE OF LOSS OF ASSOCIATES AND A JOINT VENTURE				
	(2,310)	(17,666)	(5,291)	(20,795)
Impairment allowances - net	(346)	(1,591)	(346)	(1,591)
Share of loss of associates and a joint venture - net	(22)	(40)	(50)	(180)
NET LOSS FOR THE PERIOD	(2,678)	(19,297)	(5,687)	(22,566)

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Six month period ended 31 December 2017 (Reviewed) USD 000's

	2017	2016
OPERATING ACTIVITIES		
Net loss for the period	(5,687)	(22,566)
Adjustments for:		
Share of loss of associates and a joint venture accounted under the equity method	50	180
Impairment allowances	346	1,591
Fair value (gains) / losses on investments carried at fair value through profit or loss	(325)	15,340
Gain on sale of investment	(938)	-
Depreciation	179	217
Dividend income	(158)	(129)
Finance income	(512)	(8)
Operating losses before changes in operating assets and liabilities	(7,045)	(5,375)
Changes in operating assets and liabilities:		
Investments	1,568	(62)
Investments in associates and a joint venture accounted under the equity method	(192)	812
Receivables	(74)	1,377
Funding to project companies	-	3,175
Other assets	2,389	(5,821)
Employee accruals	(346)	36
Other liabilities	1,216	3,270
Net cash used in operating activities	(2,484)	(2,588)
INVESTING ACTIVITY		
Dividends received	158	129
Proceeds from sale of investment	938	-
Property and equipment - net	(72)	(23)
Net cash from investing activity	1,024	106
FINANCING ACTIVITIES		
Murabaha financing to investee company	512	3,645
Islamic financing payables	(183)	(281)
Net cash from financing activities	329	3,364
Foreign currency translation adjustments	59	(17)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(1,072)	865
Cash and cash equivalents at beginning of the period	7,571	8,282
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	6,499	9,147
Cash and cash equivalents per the consolidated statement of financial position		
Balances with banks	5,916	8,620
Placements with financial institutions	583	527
	6,499	9,147

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six month period ended 31 December 2017 (Reviewed)

USD 000's

	Share capital	Statutory reserve	Investments fair value reserve	Foreign currency translation reserve	(Accumulated losses) / Retained earnings	Total
Balance at 1 July 2017	190,000	5,859	-	(130)	(25,084)	170,645
Net loss for the period	-	-	-	-	(5,687)	(5,687)
Foreign currency translation difference on investment in an associate	-	-	-	59	-	59
Net movement in cumulative changes in fair value of available-for-sale investments	-	-	100	-	-	100
Balance at 31 December 2017	190,000	5,859	100	(71)	(30,771)	165,117
Balance at 1 July 2016	190,000	5,859	-	(127)	28,562	224,294
Net loss for the period	-	-	-	-	(22,566)	(22,566)
Foreign currency translation difference on investment in an associate	-	-	-	(17)	-	(17)
Net movement in cumulative changes in fair value of available-for-sale investments	-	-	75	-	-	75
Balance at 31 December 2016	190,000	5,859	75	(144)	5,996	201,786