

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 December 2017

	US\$ 000's	
	31 December 2017	31 December 2016
ASSETS		
Cash and balances with banks	6,163	5,151
Placements with financial institutions	5,031	7,902
Investment in sukuk	91,127	70,881
Financing receivables	11,970	6,915
Receivable from Ijarah investors	5,892	15,185
Investment in equity securities	88,987	87,680
Assets acquired for leasing	-	68,602
Investment in real estate	144,201	107,264
Equity-accounted investees	461	4,742
Other assets	12,865	13,603
Total assets	366,697	387,925
LIABILITIES		
Placements from financial institutions	2,002	6,503
Financing liabilities	102,370	73,273
Liabilities related to assets acquired for leasing	-	52,181
Other liabilities	17,682	13,963
Total liabilities	122,054	145,920
OWNERS' EQUITY		
Share capital	233,000	300,000
Statutory reserve	762	676
Retained earnings/(Accumulated losses)	1,138	(66,634)
Property fair value reserve	278	610
General reserve	4,618	4,618
Equity attributable to shareholders of Bank	239,796	239,270
Non-controlling interests	4,847	2,735
Total owners' equity	244,643	242,005
Total liabilities and owner's equity	366,697	387,925

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the year ended 31 December 2017

31 December 2017	Equity attributable to shareholders of the Bank							
	Share capital	Statutory reserve	Retained earnings/(Accumulated losses)	Property fair value reserve	General reserve	Total	Non-controlling interests	Total owners' equity
Balance at 1 January 2017	300,000	676	(66,634)	610	4,618	239,270	2,735	242,005
Profit for the year	-	-	858	-	-	858	147	1,005
Net changes in fair value	-	-	-	(332)	-	(332)	-	(332)
Statutory reserves	-	86	(86)	-	-	-	-	-
Total recognised income and expense for the year	-	86	772	(332)	-	526	147	673
Non-controlling interests relating to subsidiaries	-	-	-	-	-	-	2,036	2,036
Distribution to non-controlling interests	-	-	-	-	-	-	(71)	(71)
Adjustment of losses	(67,000)	-	67,000	-	-	-	-	-
Balance at 31 December 2017	233,000	762	1,138	278	4,618	239,796	4,847	244,643

31 December 2016	Equity attributable to shareholders of the Bank								
	Share capital	Statutory reserve	Accumulated losses	Investment fair value reserve	Property fair value reserve	General reserve	Total	Non-controlling interests	Total owners' equity
Balance at 1 January 2016	300,000	676	(17,249)	(107)	1,826	4,618	289,764	13,816	303,580
(Loss)/Profit for the year	-	-	(49,385)	-	-	-	(49,385)	1,654	(47,731)
Net changes in fair value	-	-	-	107	(1,216)	-	(1,109)	-	(1,109)
Total recognised income and expense for the year	-	-	(49,385)	107	(1,216)	-	(50,494)	1,654	(48,840)
Derecognition on disposal of assets acquired-for-leasing, net	-	-	-	-	-	-	-	(12,735)	(12,735)
Balance at 31 December 2016	300,000	676	(66,634)	-	610	4,618	239,270	2,735	242,005

CONSOLIDATED INCOME STATEMENT
for the year ended 31 December 2017

	US\$ 000's	
	31 December 2017	31 December 2016
INCOME		
Income from investment banking services	908	-
Income from sukuk	4,650	6,134
Income from investment in equity securities	3,407	(293)
Fee income	-	494
Finance income	1,218	1,137
Share of profit of equity-accounted investees	139	192
Gain on sale of equity-accounted investees	298	-
Income from investment in real estate	2,134	1,005
Other income	1,327	2,218
Total income from continuing operations	14,081	10,887
Discontinued operations:		
Income from discontinued operations, net	3,028	8,452
Total income	17,109	19,339
EXPENSES		
Staff cost	7,781	6,420
Finance expense	1,194	1,204
Depreciation and amortization	95	150
Other operating expenses	5,164	4,677
Total expenses	14,234	12,451
Profit before fair value changes and impairment allowances	2,875	6,888
Net fair value changes on investment securities	397	(2,322)
Impairment allowances	(2,267)	(52,297)
PROFIT/(LOSS) FOR THE YEAR	1,005	(47,731)
Attributable to:		
Shareholders of Bank	858	(49,385)
Non-controlling interests	147	1,654
Total	1,005	(47,731)



CONSOLIDATED FINANCIAL INFORMATION

31 December 2017

CONSOLIDATED STATEMENT OF CASH FLOWS
for the year ended 31 December 2017

	US\$ 000's	
	31 December 2017	31 December 2016
OPERATING ACTIVITIES		
Profit/(loss) for the year	1,005	(47,731)
Adjustment for:		
Depreciation and amortization	95	150
Net fair value changes on investment securities	(397)	2,322
Share of profit of equity-accounted investees	(139)	(192)
Gain on sale of equity-accounted investees	(298)	-
Gain on sale of investment in sukuk	(1,127)	(1,909)
Gain on sale of investment in real estate	(623)	-
Impairment allowances	2,267	52,297
Other income	(217)	(2,068)
Amortisation of premium /(discount), net	237	99
Operating profit before changes in operating assets and liabilities	803	2,968
Changes in operating assets and liabilities:		
Financing receivables	4,285	541
Placements with financial institutions	(5,031)	-
Other assets	24,563	(5,299)
Other liabilities	3,609	3,444
Net cash generated from operating activities	28,229	1,654
INVESTING ACTIVITIES		
Purchase of investment securities	(200,591)	(138,360)
Proceeds from sale of investment securities	178,012	144,775
Purchase of investment in real estate, net	(44,214)	(77,356)
Proceeds from sale of investment in real estate	9,546	-
Proceeds from equity accounted investees, net	4,689	5,819
Payment for purchase of equipment	(157)	(138)
Assets acquired for leasing, net	(6,929)	12,047
Net cash used in investing activities	(59,644)	(53,213)
FINANCING ACTIVITIES		
Placements from financial institutions, net	(4,501)	2,340
Financing liabilities, net	29,097	47,051
Distribution to non-controlling interests	(71)	-
Net cash generated from financing activities	24,525	49,391
NET DECREASE IN CASH AND CASH EQUIVALENTS	(6,890)	(2,168)
Cash and cash equivalents at 1 January	13,053	15,221
CASH AND CASH EQUIVALENTS AT 31 December	6,163	13,053
CASH AND CASH EQUIVALENTS comprise:		
Cash and bank balances	6,163	5,151
Placements with financial institutions (with original maturity of 90 days or less)	-	7,902
Total	6,163	13,053

The above has been extracted from 31 December 2017 consolidated financial statements audited by KPMG, who issued an unqualified audit opinion on the financials. The Financials have been approved by Board of Directors. The consolidated financial statements are available on Ibdar website at www.Ibdarbank.com