

**CONDENSED CONSOLIDATED STATEMENT  
OF FINANCIAL POSITION**  
as at 30 June 2018

US\$ 000's

	30 June 2018 (reviewed)	31 December 2017 (audited)
<b>ASSETS</b>		
Cash and balances with banks	6,329	6,163
Placements with financial institutions	12,207	5,031
Investment in sukuk	87,278	91,127
Financing receivables	6,746	11,970
Receivable from Ijarah investors	5,708	5,892
Investment in equity securities	83,903	88,987
Investment in real estate	144,201	144,201
Equity-accounted investees	401	461
Other assets	15,090	12,865
<b>Total assets</b>	<b>361,863</b>	<b>366,697</b>
<b>LIABILITIES</b>		
Placements from financial institutions	3,006	2,002
Financing liabilities	95,642	102,370
Other liabilities	13,956	17,682
<b>Total liabilities</b>	<b>112,604</b>	<b>122,054</b>
<b>OWNERS' EQUITY</b>		
Share capital	233,000	233,000
Statutory reserve	762	762
(Accumulated losses)/retained earnings	(2,807)	1,138
Property fair value reserve	278	278
General reserve	4,618	4,618
<b>Equity attributable to shareholders of the Bank</b>	<b>235,851</b>	<b>239,796</b>
Non-controlling interests	13,408	4,847
<b>Total owners' equity</b>	<b>249,259</b>	<b>244,643</b>
<b>Total liabilities and owner's equity</b>	<b>361,863</b>	<b>366,697</b>

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY**  
for the six months ended 30 June 2018

30 June 2018 (reviewed)	Equity attributable to shareholders of the Bank							Non-controlling interests	Total owners' equity
	Share capital	Statutory reserve	(Accumulated losses)/retained earnings	Property fair value reserve	General reserve	Total			
Balance at 1 January 2018	233,000	762	1,138	278	4,618	239,796	4,847	244,643	
(Loss)/profit for the period	-	-	(3,140)	-	-	(3,140)	225	(2,915)	
Effect of adoption of FAS 30	-	-	(55)	-	-	(55)	-	(55)	
<b>Total recognised income and expense for the period</b>	-	-	<b>(3,195)</b>	-	-	<b>(3,195)</b>	<b>225</b>	<b>(2,970)</b>	
Dividends to shareholders	-	-	(750)	-	-	(750)	-	(750)	
Non-controlling interests relating to subsidiaries	-	-	-	-	-	-	8,336	8,336	
<b>Balance at 30 June 2018</b>	<b>233,000</b>	<b>762</b>	<b>(2,807)</b>	<b>278</b>	<b>4,618</b>	<b>235,851</b>	<b>13,408</b>	<b>249,259</b>	

30 June 2017 (reviewed)	Equity attributable to shareholders of the Bank							Non-controlling interests	Total owners' equity
	Share capital	Statutory reserve	(Accumulated losses)/retained earnings	Property fair value reserve	General reserve	Total			
Balance at 1 January 2017	300,000	676	(66,634)	610	4,618	239,270	2,735	242,005	
Profit for the period	-	-	1,292	-	-	1,292	33	1,325	
Fair value changes, net	-	-	-	(308)	-	(308)	-	(308)	
<b>Total recognised income and expense for the period</b>	-	-	<b>1,292</b>	<b>(308)</b>	-	<b>984</b>	<b>33</b>	<b>1,017</b>	
Adjustment of losses	(67,000)	-	67,000	-	-	-	-	-	
Non-controlling interests relating to subsidiaries	-	-	-	-	-	-	(44)	(44)	
<b>Balance at 30 June 2017</b>	<b>233,000</b>	<b>676</b>	<b>1,658</b>	<b>302</b>	<b>4,618</b>	<b>240,254</b>	<b>2,724</b>	<b>242,978</b>	

**CONDENSED CONSOLIDATED INCOME STATEMENT**

for the six months ended 30 June 2018

US\$ 000's

	Six months ended		Three months ended	
	30 June 2018 (reviewed)	30 June 2017 (reviewed)	30 June 2018 (reviewed)	30 June 2017 (reviewed)
<b>INCOME</b>				
Income from investment banking services	153	497	54	56
Income from advisory services	475	-	63	-
Income from sukuk	1,614	3,233	1,002	2,055
Dividend income	4,244	1,768	3,961	1,768
Finance income	649	438	273	265
Share of (loss)/profit of equity-accounted investees	(6)	71	(6)	35
Gain on sale of equity-accounted investees	-	300	-	300
Income from investment in real estate	1,123	344	405	14
Gain on sale of investment in real estate	-	623	-	-
Other income	356	221	2	(37)
<b>Total income from continuing operations</b>	<b>8,608</b>	<b>7,495</b>	<b>5,754</b>	<b>4,456</b>
Discontinued operations:				
Income from discontinued operations, net	-	2,892	-	2,116
<b>Total income</b>	<b>8,608</b>	<b>10,387</b>	<b>5,754</b>	<b>6,572</b>
<b>EXPENSES</b>				
Staff cost	3,445	3,333	1,838	1,833
Finance expense	607	492	332	305
Depreciation and amortization	59	45	30	23
Other operating expenses	2,206	2,590	1,471	1,474
<b>Total operating expenses</b>	<b>6,317</b>	<b>6,460</b>	<b>3,671</b>	<b>3,635</b>
<b>Profit for the period before fair value changes and impairment allowances</b>	<b>2,291</b>	<b>3,927</b>	<b>2,083</b>	<b>2,937</b>
Fair value changes on investment securities, net	(4,254)	184	(4,322)	92
Impairment allowances on investment in securities and expected credit losses	(952)	(2,786)	(1,005)	(2,867)
<b>(LOSS)/PROFIT FOR THE PERIOD</b>	<b>(2,915)</b>	<b>1,325</b>	<b>(3,244)</b>	<b>162</b>
Attributable to:				
Shareholders of Bank	(3,140)	1,292	(3,398)	157
Non-controlling interests	225	33	154	5
	<b>(2,915)</b>	<b>1,325</b>	<b>(3,244)</b>	<b>162</b>



**CONDENSED CONSOLIDATED INTERIM  
FINANCIAL INFORMATION**

30 June 2018

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
for the six months ended 30 June 2018

US\$ 000's

	Six months ended	
	30 June 2018 (reviewed)	30 June 2017 (reviewed)
<b>OPERATING ACTIVITIES</b>		
(Loss)/profit for the period	(2,915)	1,325
Adjustment for:		
Depreciation and amortization	59	45
Fair value changes on investment securities, net	4,254	(184)
Share of loss/(profit) of equity-accounted investees	6	(71)
Gain on sale of equity-accounted investees	-	(300)
Loss/(gain) on sale of investment in sukuk	48	(1,463)
Gain on sale of investment in real estate	-	(623)
Impairment allowances	952	2,786
Other income	(357)	-
Net amortisation of premium on sukuk	207	37
Operating profit before changes in operating assets and liabilities	2,254	1,552
Changes in operating assets and liabilities:		
Financing receivables	5,462	203
Receivables from Ijarah investors	-	9,155
Placements with financial institutions (with original maturity more than 90 days)	5,012	-
Other assets	(4,460)	2,877
Other liabilities	(1,510)	5,146
<b>Net cash generated from operating activities</b>	<b>6,758</b>	<b>18,933</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of investment securities	(28,188)	(141,348)
Proceeds from sale of investment securities	33,756	105,156
Purchase of investment in real estate	-	(1,584)
Proceeds from sale of investment in real estate	-	11,139
Proceeds from sale of equity-accounted investees	-	4,650
Payment for purchase of equipment	(11)	(21)
Distribution received from equity-accounted investees	53	-
Assets acquired for leasing	-	(6,929)
<b>Net cash generated from/(used in) investing activities</b>	<b>5,610</b>	<b>(28,937)</b>
<b>FINANCING ACTIVITIES</b>		
Placements from financial institutions	1,004	(3,503)
Financing liabilities	(6,728)	10,107
Dividends paid	(108)	-
Proceeds from investors for partial sale of subsidiaries	8,400	-
Distribution to non-controlling interests	(2,563)	(44)
<b>Net cash generated from financing activities</b>	<b>5</b>	<b>6,560</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>12,373</b>	<b>(3,444)</b>
Cash and cash equivalents at 1 January	6,163	13,052
<b>Cash and cash equivalents at 30 June</b>	<b>18,536</b>	<b>9,608</b>
Cash and cash equivalents comprise:		
Cash and balances with banks*	6,329	5,587
Placements with financial institutions (with original maturity of 90 days or less)	12,207	4,021
	<b>18,536</b>	<b>9,608</b>

\* Net of expected credit loss of US\$19 thousands (31 December 2017: nil)

The above has been extracted from 30 June condensed consolidated interim financial statements reviewed by KPMG. The financials have been approved by Board of Directors.