

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2015

USD 000's

30 June 2015 31 December 2014

(reviewed) (audited)

	30 June 2015	31 December 2014
	(reviewed)	(audited)
<b>ASSETS</b>		
Cash and balances with banks	7,895	17,016
Placements with financial institutions	4,799	8,976
Financing receivables	42,621	11,169
Assets held-for-sale	107,894	95,943
Receivable from Ijarah investors	18,094	27,033
Investment securities	203,168	206,152
Equity-accounted investees	11,733	12,468
Investment in real estate	38,040	43,239
Development properties	-	834
Other assets	4,111	3,628
<b>Total assets</b>	<b>438,355</b>	<b>426,458</b>
<b>LIABILITIES</b>		
Due to financial institutions	29,804	21,208
Due to investors	165	165
Liabilities related to assets held-for-sale	73,061	75,621
Other liabilities	14,247	11,138
<b>Total liabilities</b>	<b>117,277</b>	<b>108,132</b>
<b>OWNERS' EQUITY</b>		
Share capital	300,000	300,000
Share premium	-	16,385
Statutory reserve	676	676
Retained earnings / (accumulated losses)	796	(16,385)
Investment fair value reserve	(397)	(494)
Property fair value reserve	3,518	3,518
General reserve	4,618	4,618
<b>Equity attributable to shareholders of Bank</b>	<b>309,211</b>	<b>308,318</b>
Non-controlling interests	-	913
Non-controlling interests related to assets held-for-sale	11,867	9,095
<b>Total owners' equity</b>	<b>321,078</b>	<b>318,326</b>
<b>Total liabilities, equity of investment account holders and owner's equity</b>	<b>438,355</b>	<b>426,458</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

for the six months ended 30 June 2015

USD 000's

	Equity attributable to shareholders of Bank						Total	Non-controlling interests	Non-controlling interests related to assets held-for-sale	Total owners' equity
	Share capital	Share premium	Statutory reserve	Retained earnings / (accumulated losses)	Investment fair value reserve	Property fair value reserve				
<b>30 June 2015 (reviewed)</b>										
Balance at 1 January 2015	300,000	16,385	676	(16,385)	(494)	3,518	4,618	308,318	913	318,326
Profit for the period	-	-	-	796	-	-	-	796	(130)	1,878
Cumulative changes in fair value	-	-	-	-	97	-	-	97	-	97
<b>Total recognised income and expense for the period</b>	-	-	-	796	97	-	-	893	(130)	1,878
Adjustment of losses	-	-	-	-	-	-	-	-	-	-
Partial disposal of assets held-for-sale	-	(16,385)	-	16,385	-	-	-	-	-	-
Distribution to non-controlling interests	-	-	-	-	-	-	-	-	1,434	1,434
	-	-	-	-	-	-	-	(783)	(540)	(1,323)
<b>Balance at 30 June 2015</b>	<b>300,000</b>	<b>-</b>	<b>676</b>	<b>796</b>	<b>(397)</b>	<b>3,518</b>	<b>4,618</b>	<b>309,211</b>	<b>11,867</b>	<b>321,078</b>
	Equity attributable to shareholders of Bank									
	Share capital	Share premium	Statutory reserve	Retained earnings / (accumulated losses)	Investment fair value reserve	Property fair value reserve	General reserve	Total	Non-controlling interests	Total owners' equity
<b>30 June 2014 (reviewed)</b>										
Balance at 1 January 2014	300,000	16,385	676	(1,100)	3,348	2,089	4,618	326,016	2,140	328,156
Profit for the period	-	-	-	1,234	-	-	-	1,234	191	1,425
Cumulative changes in fair value	-	-	-	-	(3,730)	-	-	(3,730)	-	(3,730)
<b>Total recognised income and expense for the period</b>	-	-	-	1,234	(3,730)	-	-	(2,496)	191	(2,305)
Partial disposal of assets held-for-sale	-	-	-	-	-	-	-	-	-	-
Distribution to non-controlling interests	-	-	-	-	-	-	-	-	(720)	(720)
<b>Balance at 30 June 2014</b>	<b>300,000</b>	<b>16,385</b>	<b>676</b>	<b>134</b>	<b>(382)</b>	<b>2,089</b>	<b>4,618</b>	<b>323,520</b>	<b>1,611</b>	<b>325,131</b>

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the six months ended 30 June 2015

USD 000's

Six months ended

30 June 2015 30 June 2014

(reviewed) (reviewed)

## OPERATING ACTIVITIES

Profit for the period	2,544	1,425
Adjustment for:		
Depreciation and amortization	81	106
Fair value loss on investment securities, net	2,408	-
Share of profit of equity-accounted investees	(309)	(121)
Gain on sale of investment securities	(1,731)	(1,644)
Gain on sale of investment in real estate	(1,225)	-
Impairment allowance	2,173	538
Amortisation of discount, net	125	236
Operating profit before changes in operating assets and liabilities	4,066	540

Changes in operating assets and liabilities:

Financing receivables	(19,215)	(8,149)
Assets held-for-sale, net	(15,526)	-
Receivables from ijarah investors	(3,293)	-
Placements with financial institutions	-	2,530
Development properties	-	-
Investment in Ijarah assets	-	353
Ijarah muntahia bittamleek	309	311
Other assets	(832)	217
Other liabilities	3,237	696
Equity of investment accounts holders	-	105
<b>Net cash used in operating activities</b>	<b>(31,254)</b>	<b>(3,397)</b>

## INVESTING ACTIVITIES

Purchase of investment securities	(53,575)	(11,798)
Proceeds from sale of investment securities	54,687	28,115
Proceeds from sale of investment in real estate	6,420	-
Proceeds from sale of development properties	834	1,673
Purchase of fixed assets	-	(151)
Project related advances	-	(16,659)
<b>Net cash generated from investing activities</b>	<b>8,366</b>	<b>1,180</b>

## FINANCING ACTIVITIES

Due to financial institutions	8,596	(4,584)
Non-controlling interests	(914)	(720)
Non-controlling interests related to assets held-for-sale, net	1,908	-
<b>Net cash generated from / (used) in financing activities</b>	<b>9,590</b>	<b>(5,304)</b>

## NET DECREASE IN CASH AND CASH EQUIVALENTS

Cash and cash equivalents at 1 January	25,992	27,294
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## CASH AND CASH EQUIVALENTS AT 30 June

	<b>12,694</b>	<b>19,773</b>
<b>CASH AND CASH EQUIVALENTS comprise:</b>		
Cash and bank balances	7,895	14,010
Placements with financial institutions	4,799	5,763
(with original maturity of 90 days or less)	<b>12,694</b>	<b>19,773</b>

2nd Quarter 2015



## CONDENSED CONSOLIDATED INCOME STATEMENT

for the six months ended 30 June 2015

USD 000's

	Six months ended 30 June 2015	30 June 2014	Three months ended 30 June 2015	30 June 2014
	(reviewed)	(reviewed)	(reviewed)	(reviewed)
<b>INCOME</b>				
<b>Income from continuing operations</b>				
Finance income	695	531	548	323
Income from investment securities	4,862	4,708	2,247	2,043
Fair value loss on investment securities, net	(2,408)	-	(2,408)	-
Share of profit of equity-accounted investees	309	121	212	42
Income from investment banking services	1,765	389	732	334
Gain on sale of development properties	411	908	(14)	538
Gain on sale of investment in real estate	1,225	-	1,225	-
Other income	730	702	333	263
<b>Total income from continuing operations</b>	<b>7,589</b>	<b>7,359</b>	<b>2,875</b>	<b>3,543</b>
Income from assets held-for-sale	3,514	-	1,953	-
<b>Total income</b>	<b>11,103</b>	<b>7,359</b>	<b>4,828</b>	<b>3,543</b>
<b>EXPENSES</b>				
Staff cost	2,603	2,767	1,220	1,287
Finance expense	64	73	37	35
Depreciation and amortization	81	106	46	60
Foreign exchange loss/ (gain)	444	18	(91)	8
Other expenses	3,194	2,432	2,128	1,241
<b>Total expenses</b>	<b>6,386</b>	<b>5,396</b>	<b>3,340</b>	<b>2,631</b>
<b>Profit before impairment allowances</b>	<b>4,717</b>	<b>1,963</b>	<b>1,488</b>	<b>912</b>
Impairment allowances	(2,173)	(538)	(2,004)	(527)
<b>PROFIT (LOSS) FOR THE PERIOD</b>	<b>2,544</b>	<b>1,425</b>	<b>(516)</b>	<b>385</b>
<b>PROFIT (LOSS) FOR THE PERIOD FROM:</b>				
- Continuing operations	(970)	1,425	(2,469)	385
- Assets held-for-sale	3,514	-	1,953	-
	<b>2,544</b>	<b>1,425</b>	<b>(516)</b>	<b>385</b>
Attributable to:				
Shareholders of Bank	796	1,234	(1,345)	278
Non-controlling interests	(130)	191	(214)	107
Non-controlling interests related to assets held-for-sale	1,878	-	1,043	-
	<b>2,544</b>	<b>1,425</b>	<b>(516)</b>	<b>385</b>

The above has been extracted from 30 June 2015 condensed consolidated interim financial statements reviewed by KPMG. The financials have been approved by Board of Directors on 2 August 2015. The condensed consolidated interim statements are available on Ibdar website at [www.ibdarbank.com](http://www.ibdarbank.com)