

FINANCIAL RESULTS

for the six months ended 30 June 2014

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2014

US\$ 000's

	30 June 2014	31 December 2013
	(reviewed)	(audited)
ASSETS		
Cash and bank balances	33,649	55,780
Placements with financial institutions	163,435	129,394
Murabaha financing	35,666	-
Ijarah assets	508,783	516,484
Investment securities	492,213	500,692
Equity accounted investees	122,420	120,558
Other assets	52,723	71,418
Property and equipment	10,578	10,283
Total assets	1,419,467	1,404,609
LIABILITIES AND EQUITY		
LIABILITIES		
Placements from financial institutions	85,130	80,189
Financing for Ijarah assets	107,820	112,638
Other liabilities	47,951	25,445
Total liabilities	240,901	218,272
EQUITY		
Share capital	1,000,000	1,000,000
Statutory reserve	7,991	7,991
Investments fair value reserve	(9,864)	11,464
Foreign exchange translation reserve	(2,098)	(1,968)
Retained earnings	54,961	36,074
Total equity attributable to shareholders of the parent	1,050,990	1,053,561
Non-controlling interests	127,576	132,776
TOTAL EQUITY	1,178,566	1,186,337
Total liabilities and equity	1,419,467	1,404,609

These statements have been extracted from the interim condensed consolidated financial information reviewed by KPMG.

The interim condensed consolidated financial information was approved by the Board of Directors on 4 August 2014 and signed on its behalf by:

H.E. Khadem Al Qubaisi
Chairman

Mohamed Al Fahim
Board Member

Mohamed Ghanem
CEO

INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2014

US\$ 000's

	Six months ended		Three months ended	
	30 June 2014	30 June 2013	30 June 2014	30 June 2013
	(reviewed)	(reviewed)	(reviewed)	(reviewed)
INCOME				
Rental income from Ijarah assets	36,690	36,736	16,046	18,778
Financing cost	(2,026)	(2,246)	(944)	(1,039)
Depreciation on Ijarah assets	(7,701)	(7,650)	(3,433)	(3,426)
Other operating expenses relating to Ijarah assets	(29,844)	(11,179)	(5,163)	(4,752)
Net (loss) / income on Ijarah assets	(2,881)	15,661	6,506	9,561
Income from investment securities	71,054	16,148	3,431	7,696
Income from placements with financial institutions and murabaha financing	1,735	205	873	97
Share of results of equity accounted investees	1,738	3,207	1,591	2,543
Total income	71,646	35,221	12,401	19,897
EXPENSES				
Staff cost	5,861	4,622	2,799	2,649
Finance cost on placements from financial institutions	187	260	83	127
Depreciation and amortization	133	141	67	68
Other operating expenses	2,373	1,876	1,225	838
Total expenses	8,554	6,899	4,174	3,682
Profit for the period before impairment allowance	63,092	28,322	8,227	16,215
Impairment allowance	(23,000)	-	-	-
PROFIT FOR THE PERIOD	40,092	28,322	8,227	16,215
Attributable to:				
Shareholders of the parent	45,271	24,744	6,762	13,515
Non-controlling interests	(5,179)	3,578	1,465	2,700
	40,092	28,322	8,227	16,215

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2014

US\$ 000's

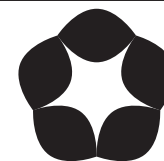
	Equity attributable to shareholders of the parent						Non-controlling interests	Total equity
	Share Capital	Statutory reserve	Investments fair value reserve	Foreign exchange translation reserve	Retained earnings	Total		
30 June 2014								
Balance at 1 January 2014	1,000,000	7,991	11,464	(1,968)	36,074	1,053,561	132,776	1,186,337
Profit for the period	-	-	-	-	45,271	45,271	(5,179)	40,092
Transfer to income statement on disposal of investments	-	-	(11,464)	-	-	(11,464)	-	(11,464)
Fair value changes on equity investments	-	-	(9,864)	-	-	(9,864)	-	(9,864)
Effects of exchange rate difference on equity accounted investees	-	-	-	(130)	-	(130)	-	(130)
Transfer to zakah and charity fund	-	-	-	-	(1,384)	(1,384)	-	(1,384)
Dividend declared	-	-	-	-	(25,000)	(25,000)	-	(25,000)
Dividends of subsidiary	-	-	-	-	-	-	(21)	(21)
Balance at 30 June 2014	1,000,000	7,991	(9,864)	(2,098)	54,961	1,050,990	127,576	1,178,566
30 June 2013								
Balance at 1 January 2013	1,000,000	4,784	-	(2,170)	32,104	1,034,718	124,861	1,159,579
Profit for the period	-	-	-	-	24,744	24,744	3,578	28,322
Fair value changes on equity investments	-	-	(446)	-	-	(446)	-	(446)
Transfer to zakah and charity fund	-	-	-	-	(894)	(894)	-	(894)
Dividend declared	-	-	-	-	(24,000)	(24,000)	-	(24,000)
Dividends of subsidiary	-	-	-	-	-	-	(21)	(21)
Balance at 30 June 2013	1,000,000	4,784	(446)	(2,170)	31,954	1,034,122	128,418	1,162,540

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2014

US\$ 000's

	Six months ended 30 June 2014	Six months ended 30 June 2013
	(reviewed)	(reviewed)
OPERATING ACTIVITIES		
Net profit for the period	40,092	28,322
Adjustments for:		
Depreciation on Ijarah assets	7,701	7,650
Depreciation and amortization	133	141
Amortisation of premium	867	1,622
Share of results of equity accounted investees	(1,738)	(3,207)
Gain on disposal of investment securities	(63,888)	(8,210)
Operating (loss)/ profit before changes in operating assets and liabilities	(16,833)	26,318
Net changes in operating assets and liabilities:		
Murabaha financing	(35,666)	-
Placements with financial institutions with original maturity of more than 90 days	-	4,206
Other assets	18,840	(67,663)
Placements from financial institutions	4,941	(9,599)
Other liabilities	21,870	(19,445)
Payment to charities	(393)	(355)
Net cash used in operating activities	(7,241)	(66,538)
INVESTING ACTIVITIES		
Purchase of investment securities	(143,090)	(146,881)
Proceeds from disposal / maturity of investment securities	192,863	252,209
Purchase of Ijarah assets	-	115
Purchase of property and equipment	(428)	(41)
Purchase of software	-	(6)
Net cash generated from investing activities	49,345	105,396
FINANCING ACTIVITIES		
Dividend paid to non-controlling interest	(21)	(21)
Dividends paid to shareholders	(25,355)	-
Repayment of financing for Ijarah assets	(4,818)	(6,411)
Net cash used in financing activities	(30,194)	(6,432)
Net increase in cash and cash equivalents	11,910	32,426
Cash and cash equivalents at beginning of the period	185,174	169,851
Cash and cash equivalents at end of the period	197,084	202,277
Cash and bank balances	33,649	22,649
Placements with financial institutions with original maturity of 90 days or less	163,435	179,628
	197,084	202,277



مصرف الطاقة الأول
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