

Interim Consolidated Statement of Financial Position

30 June 2016 (Reviewed) All Figures in US\$ Thousand

	Reviewed	Audited
	30 June 2016	31 December 2015
ASSETS		
Cash and bank balances	7,028	13,915
Due from financial institution	-	60,000
Investments	612,709	373,093
Murabaha receivables	769,931	636,457
Ijarah receivables	773	428
Ijarah	249,815	256,029
Equipment	20	15
Other assets	5,099	4,085
TOTAL ASSETS	1,645,375	1,344,022
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Other liabilities	27,659	13,913
Murabaha payables	1,323,473	1,046,863
	1,351,132	1,060,776
Owners' Equity		
Share capital	132,500	132,500
Reserves	161,743	150,746
	294,243	283,246
TOTAL LIABILITIES AND OWNERS' EQUITY	1,645,375	1,344,022

Interim Consolidated Statement of Cash Flows

Six-month period ended 30 June 2016 (Reviewed) All Figures in US\$ Thousand

	Reviewed	
	Six months ended 30 June 2016	2015
OPERATING ACTIVITIES		
Net profit for the period	10,703	10,926
Adjustments for:		
Depreciation	5	3
Gain on sale of investment	(597)	(440)
Operating profit before changes in operating assets and liabilities	10,111	10,489
Changes in:		
Due from financial institution	60,000	-
Murabaha receivables	(133,474)	(156,234)
Ijarah	6,214	(29,083)
Ijarah receivables	(345)	151
Other assets	(1,014)	(1,844)
Murabaha payables	276,610	272,311
Other liabilities	13,746	(1,846)
Net cash flows from operating activities	231,848	93,944
INVESTING ACTIVITIES		
Purchase of investments	(260,538)	(120,052)
Proceeds from redemption of investments	21,813	26,693
Purchase of equipment	(10)	(10)
Net cash flows used in investing activities	(238,735)	(93,369)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(6,887)	575
Cash and cash equivalents at the beginning of the period	13,915	14,190
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	7,028	14,765

Interim Consolidated Statement of Income

Six-month period ended 30 June 2016 (Reviewed) All Figures in US\$ Thousand

	Reviewed		Reviewed	
	Three months ended 30 June 2016	2015	Six months ended 30 June 2016	2015
OPERATING INCOME				
Income on due from financial institution	284	248	569	491
Income from investments	3,492	1,574	6,002	3,305
Income from Murabaha receivables	3,919	4,357	7,397	8,417
Ijarah income - net	1,528	1,287	2,926	2,514
	9,223	7,466	16,894	14,727
Profit on Murabaha payables	(3,252)	(2,332)	(5,850)	(4,434)
	5,971	5,134	11,044	10,293
Gain on sale of investment	597	-	597	440
Fee and commission income - net	1,580	1,604	2,731	3,747
Total operating income	8,148	6,738	14,372	14,480
OPERATING EXPENSES				
Staff costs	1,225	1,232	2,476	2,368
Depreciation	2	1	5	3
Other expenses	555	588	1,012	1,012
Total operating expenses	1,782	1,821	3,493	3,383
PROFIT FOR THE PERIOD BEFORE ZAKAH	6,366	4,917	10,879	11,097
Zakah	(88)	(86)	(176)	(171)
NET PROFIT FOR THE PERIOD	6,278	4,831	10,703	10,926

Interim Consolidated Statement of Changes In Owners' Equity

Six-month period ended 30 June 2016 (Reviewed) All Figures in US\$ Thousand

	Reserves					Total Owners' equity
	Share capital	Statutory reserve	Investments fair value reserve	Retained earnings	Total reserves	
At 1 January 2016	132,500	19,560	618	130,568	150,746	283,246
Net profit for the period	-	-	-	10,703	10,703	10,703
Cumulative changes in fair value	-	-	294	-	294	294
At 30 June 2016 (reviewed)	132,500	19,560	912	141,271	161,743	294,243
At 1 January 2015	132,500	17,589	640	112,833	131,062	263,562
Net profit for the period	-	-	-	10,926	10,926	10,926
Cumulative changes in fair value	-	-	(78)	-	(78)	(78)
At 30 June 2015 (reviewed)	132,500	17,589	562	123,759	141,910	274,410

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash Flows and Interim Consolidated Statement of Changes in Owners' Equity have been extracted from the Interim Condensed Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the period ended 30th June 2016, reviewed by Ernst & Young, Kingdom of Bahrain.