



بنك المؤسسة العربية المصرفية الإسلامي (ش.م.ب.م.)

ABC Islamic Bank (E.C.)

## YEAR ENDED 2012 FINANCIAL RESULTS

### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 December 2012

	2012 US\$ '000	2011 US\$ '000
<b>ASSETS</b>		
Cash and bank balances	5,634	5,017
Investments	171,006	263,318
Murabaha receivables	590,095	435,237
Ijarah receivables	928	707
Mudaraba	889	849
Ijarah	291,423	327,702
Equipment	40	165
Other assets	6,738	1,824
<b>TOTAL ASSETS</b>	<b>1,066,753</b>	<b>1,034,819</b>
<b>LIABILITIES AND OWNERS' EQUITY</b>		
<b>Liabilities</b>		
Other liabilities	7,810	6,195
Murabaha payables	822,955	800,878
	830,765	807,073
<b>Owners' Equity</b>		
Share capital	132,500	132,500
Reserves	103,488	95,246
	235,988	227,746
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>1,066,753</b>	<b>1,034,819</b>

### CONSOLIDATED STATEMENT OF INCOME

Year ended 31 December 2012

	2012 US\$ '000	2011 US\$ '000
<b>OPERATING INCOME</b>		
Income from investments	5,579	7,256
Income from Murabaha receivables	9,374	7,801
Income from Musharaka financing	-	4
Ijarah income – net	6,949	6,426
	21,902	21,487
Profit on Murabaha payables	(8,951)	(9,150)
	12,951	12,337
Fee and commission income	3,068	2,769
Total operating income	16,019	15,106
<b>OPERATING EXPENSES</b>		
Staff costs	4,883	3,929
Depreciation	131	135
Other expenses	1,924	2,101
Total operating expenses	6,938	6,165
Provision for impaired assets	500	500
<b>PROFIT FOR THE YEAR BEFORE ZAKAH</b>	<b>8,581</b>	<b>8,441</b>
Zakah	(304)	(292)
<b>PROFIT FOR THE YEAR</b>	<b>8,277</b>	<b>8,149</b>

### CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2012

	2012 US\$ '000	2011 US\$ '000
<b>OPERATING ACTIVITIES</b>		
Profit for the year	8,277	8,149
Adjustment for:		
Depreciation	131	135
Provision for impaired assets	500	500
	8,908	8,784
Changes in:		
Murabaha receivables	(154,858)	(16,339)
Ijarah receivables	(221)	255
Musharaka financing	-	802
Mudaraba	(40)	5
Ijarah	36,279	94,891
Other assets	(4,914)	791
Other liabilities	1,615	(672)
Murabaha payables	22,077	(213,603)
Net cash used in operating activities	(91,154)	(125,086)
<b>INVESTING ACTIVITIES</b>		
Purchase of investments	-	(9,835)
Proceeds from sale/redemption of investments	91,775	135,946
Purchase of equipment	(4)	(62)
Net cash from investing activities	91,771	126,049
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>617</b>	<b>963</b>
Cash and cash equivalents at 1 January	5,017	4,054
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	<b>5,634</b>	<b>5,017</b>

### CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

Year ended 31 December 2012

	Share capital US\$ '000	Statutory reserve US\$ '000	Reserves			Total Owners' equity US\$ '000
			Investments Fair value reserve US\$ '000	Retained earnings US\$ '000	Total reserves US\$ '000	
Balance at 1 January 2012	132,500	14,032	389	80,825	95,246	227,746
Cumulative changes in fair value	-	-	(35)	-	(35)	(35)
Net profit for the year	-	-	-	8,277	8,277	8,277
Transfer to statutory reserve	-	828	-	(828)	-	-
<b>Balance at 31 December 2012</b>	<b>132,500</b>	<b>14,860</b>	<b>354</b>	<b>88,274</b>	<b>103,488</b>	<b>235,988</b>
Balance at 1 January 2011	132,500	13,217	(31,910)	73,491	54,798	187,298
Changes due to adoption of FAS 25	-	-	32,467	-	32,467	32,467
Balance at 1 January 2011 (restated)	132,500	13,217	557	73,491	87,265	219,765
Cumulative changes in fair value	-	-	(168)	-	(168)	(168)
Net profit for the year	-	-	-	8,149	8,149	8,149
Transfer to statutory reserve	-	815	-	(815)	-	-
Balance at 31 December 2011	132,500	14,032	389	80,825	95,246	227,746

The above Consolidated Statement of Financial Position, Consolidated Statement of Income, Consolidated Statement of Cash Flows and Consolidated Statement of Changes in Equity have been extracted from the Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the year ended 31 December 2012, on which an unqualified audit opinion was issued by Ernst & Young, Kingdom of Bahrain, on 21st February 2013.