



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

ABC Islamic Bank (E.C.)

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2014 (REVIEWED)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2014

	<i>Reviewed</i> 30 June 2014 US\$ '000	<i>Audited</i> 31 December 2013 US\$ '000
ASSETS		
Cash and bank balances	8,101	8,537
Due from financial institution	60,000	-
Investments	253,412	75,569
Murabaha receivables	660,976	617,961
Ijarah receivables	833	747
Ijarah	289,488	296,967
Equipment	13	23
Other assets	3,893	1,940
TOTAL ASSETS	1,276,716	1,001,744
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Other liabilities	6,792	8,509
Murabaha payables	1,013,915	744,801
	1,020,707	753,310
Owners' Equity		
Share capital	132,500	132,500
Reserves	123,509	115,934
	256,009	248,434
TOTAL LIABILITIES AND OWNERS' EQUITY	1,276,716	1,001,744

INTERIM CONSOLIDATED STATEMENT OF INCOME

Six-month period ended 30 June 2014

	<i>Reviewed</i>		<i>Reviewed</i>	
	<i>Three months ended</i> 30 June		<i>Six months ended</i> 30 June	
	<i>2014</i> US\$ '000	<i>2013</i> US\$ '000	<i>2014</i> US\$ '000	<i>2013</i> US\$ '000
OPERATING INCOME				
Income from financial institution	3	-	3	-
Income from investments	1,421	749	1,846	1,783
Income from Murabaha receivables	3,042	2,865	6,215	5,481
Ijarah income - net	1,487	1,403	3,041	2,691
	5,953	5,017	11,105	9,955
Profit on Murabaha payables	(1,760)	(1,703)	(3,159)	(3,479)
	4,193	3,314	7,946	6,476
Fee and commission income - net	1,364	888	2,768	1,805
Total operating income	5,557	4,202	10,714	8,281
OPERATING EXPENSES				
Staff costs	1,086	967	2,285	1,382
Depreciation	5	6	11	12
Other expenses	409	373	796	757
Total operating expenses	1,500	1,346	3,092	2,151
PROFIT FOR THE PERIOD BEFORE ZAKAH	4,057	2,856	7,622	6,130
Zakah	(82)	(79)	(164)	(158)
NET PROFIT FOR THE PERIOD	3,975	2,777	7,458	5,972

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Six-month period ended 30 June 2014

	<i>Reviewed</i>	
	<i>Six months ended 30 June</i>	
	<i>2014</i> US\$ '000	<i>2013</i> US\$ '000
OPERATING ACTIVITIES		
Net profit for the period	7,458	5,972
Adjustments for:		
Depreciation	11	12
	7,469	5,984
Changes in:		
Due from financial institution	(60,000)	-
Murabaha receivables	(43,015)	(188,352)
Ijarah	7,479	(30,139)
Ijarah receivables	(86)	(31)
Mudaraba	-	50
Other assets	(1,953)	5,245
Murabaha payables	269,114	100,470
Other liabilities	(1,717)	(680)
Net cash flows from (used in) operating activities	177,291	(107,453)
INVESTING ACTIVITIES		
Purchase of investments	(178,978)	(2)
Proceeds from redemption of investments	1,250	108,037
Proceeds from disposal of equipment	1	-
Net cash flows (used in) from investing activities	(177,727)	108,035
NET CHANGE IN CASH AND CASH EQUIVALENTS	(436)	582
Cash and cash equivalents at the beginning of the period	8,537	5,634
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	8,101	6,216

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

Six-month period ended 30 June 2014

	<i>Reserves</i>					<i>Total</i>
	<i>Share capital</i>	<i>Statutory reserve</i>	<i>Investments fair value reserve</i>	<i>Retained earnings</i>	<i>Total reserves</i>	<i>owners' equity</i>
	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>	<i>US\$ '000</i>
At 1 January 2014	132,500	16,082	583	99,269	115,934	248,434
Net profit for the period	-	-	-	7,458	7,458	7,458
Cumulative changes in fair value	-	-	117	-	117	117
At 30 June 2014 (reviewed)	132,500	16,082	700	106,727	123,509	256,009
At 1 January 2013	132,500	14,860	354	88,274	103,488	235,988
Net profit for the period	-	-	-	5,972	5,972	5,972
Cumulative changes in fair value	-	-	251	-	251	251
At 30 June 2013 (reviewed)	132,500	14,860	605	94,246	109,711	242,211

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 2014, reviewed by Ernst & Young, Kingdom of Bahrain.