

Interim Consolidated Statement of Financial Position

30 June 2017 (Reviewed) All Figures in US\$ Thousand

	Reviewed	Audited
	30 June 2017	31 December 2016
ASSETS		
Cash and bank balances	11,127	6,317
Due from financial institutions	-	75,000
Investments	617,152	683,638
Murabaha receivables	601,051	632,752
Ijarah receivables	921	430
Ijarah	206,399	223,992
Equipment	24	30
Other assets	6,689	12,219
TOTAL ASSETS	1,443,363	1,634,378
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Other liabilities	10,609	10,943
Murabaha payables	1,110,560	1,316,745
	1,121,169	1,327,688
Owners' Equity		
Share capital	132,500	132,500
Reserves	189,694	174,190
	322,194	306,690
TOTAL LIABILITIES AND OWNERS' EQUITY	1,443,363	1,634,378

Interim Consolidated Statement of Income

Six-month period ended 30 June 2017 (Reviewed) All Figures in US\$ Thousand

	Reviewed		Reviewed	
	Three months ended 30 June		Six months ended 30 June	
	2017	2016	2017	2016
OPERATING INCOME				
Income from financial institutions	-	284	184	569
Income from investments	5,731	3,492	11,168	6,002
Income from Murabaha receivables	3,938	3,919	7,854	7,397
Ijarah income - net	1,609	1,528	3,136	2,926
	11,278	9,223	22,342	16,894
Profit on Murabaha payables	(4,490)	(3,252)	(8,692)	(5,850)
	6,788	5,971	13,650	11,044
Gain on sale of investments	2,745	597	3,371	597
Fee and commission income - net	934	1,580	2,018	2,731
Total operating income	10,467	8,148	19,039	14,372
OPERATING EXPENSES				
Staff costs	1,120	1,225	2,727	2,476
Depreciation	3	2	7	5
Other expenses	535	555	993	1,012
Total operating expenses	1,658	1,782	3,727	3,493
PROFIT FOR THE PERIOD BEFORE ZAKAH	8,809	6,366	15,312	10,879
Zakah	(90)	(88)	(181)	(176)
NET PROFIT FOR THE PERIOD	8,719	6,278	15,131	10,703

Interim Consolidated Statement of Cash Flows

Six-month period ended 30 June 2017 (Reviewed) All Figures in US\$ Thousand

	Reviewed	
	Six months ended 30 June	
	2017	2016
OPERATING ACTIVITIES		
Net profit for the period	15,131	10,703
Adjustments for:		
Depreciation	7	5
Gain on sale of investments	(3,371)	(597)
Operating profit before changes in operating assets and liabilities	11,767	10,111
Changes in:		
Due from financial institutions	75,000	60,000
Murabaha receivables	31,701	(133,474)
Ijarah	17,593	6,214
Ijarah receivables	(491)	(345)
Other assets	5,530	(1,014)
Murabaha payables	(206,185)	276,610
Other liabilities	(334)	13,746
Net cash (used in) / flows from operating activities	(65,419)	231,848
INVESTING ACTIVITIES		
Purchase of investments	(44,842)	(260,538)
Proceeds from redemption of investments	115,072	21,813
Purchase of equipment	(1)	(10)
Net cash flows from / (used in) investing activities	70,229	(238,735)
NET CHANGE IN CASH AND CASH EQUIVALENTS	4,810	(6,887)
Cash and cash equivalents at the beginning of the period	6,317	13,915
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	11,127	7,028

Interim Consolidated Statement of Changes in Owners' Equity

Six-month period ended 30 June 2017 (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 2017	132,500	21,851	1,153	151,186	174,190	306,690
Net profit for the period	-	-	-	15,131	15,131	15,131
Cumulative changes in fair value	-	-	373	-	373	373
At 30 June 2017 (reviewed)	132,500	21,851	1,526	166,317	189,694	322,194
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

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 2017, reviewed by Ernst & Young, Kingdom of Bahrain.