

Seera Investment Bank

FINANCIAL RESULTS FOR THE SIX MONTH PERIOD ENDED 30 JUNE 2014



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2014

	30 June 2014 US\$ '000 (Reviewed)	31 December 2013 US\$ '000 (Audited)
ASSETS		
Cash and balances with banks	4,441	3,928
Due from banks	38,005	23,502
Financing contracts	15,548	30,233
Non-trading investments	15,661	15,463
Investments in ijarah assets	140,756	200,398
Net assets of disposal group classified as held for sale	15,435	15,611
Investment in real estate	10,476	10,476
Other assets	5,757	4,996
Property and equipment	5,917	6,020
TOTAL ASSETS	251,996	310,627
LIABILITIES		
Term financing	61,563	91,400
Other liabilities	14,423	13,702
TOTAL LIABILITIES	75,986	105,102
OWNERS' EQUITY		
Share capital	145,643	145,643
Reserves	11,745	11,723
Retained earnings	6,236	31,790
Equity attributable to shareholders of the parent	163,624	189,156
Non-controlling interest	12,386	16,369
TOTAL OWNERS' EQUITY	176,010	205,525
TOTAL LIABILITIES AND OWNERS' EQUITY	251,996	310,627

CONSOLIDATED STATEMENT OF CASH FLOWS

For the six month period ended 30 June 2014 (Reviewed)

	Six months ended	
	30 June 2014 US\$ '000	30 June 2013 US\$ '000
Net cash from operating activities	16,987	6,294
Net cash from/(used in) investing activities	27,366	(108)
Net cash used in financing activity	(29,337)	(26,306)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	15,016	(20,120)
Cash and cash equivalents at beginning of the period	27,430	53,497
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	42,446	33,377

These consolidated financial statements were extracted from the reviewed consolidated financial statements on which Ernst & Young issued an unqualified report dated 10 August 2014 and were authorised for issue in accordance with a resolution of the Board of Directors. The detailed financial statements are available at the Bank's official website.

Mubarak Al Hemeiri
Vice Chairman

Abdulla Janahi
Chief Executive Officer

Ahmad Abdulqader
Board Member

CONSOLIDATED STATEMENT OF INCOME

For the six month period ended 30 June 2014 (Reviewed)

	Six months ended		Three months ended	
	30 June 2014 US\$ '000	30 June 2013 US\$ '000	30 June 2014 US\$ '000	30 June 2013 US\$ '000
INCOME				
Rental income from investment in ijarah assets	6,422	15,272	2,863	7,673
Depreciation on investment in ijarah assets	(6,271)	(8,002)	(2,755)	(4,001)
Management fees relating to ijarah assets	(225)	(453)	(55)	(227)
Financing cost relating to term financing obtained to purchase ijarah assets	(987)	(2,633)	(488)	(1,146)
Gain on early settlement of financing relating to ijarah assets	500	5,714	-	5,714
Loss on disposal of ijarah asset, net	(25,974)	-	-	-
Other operating expenses relating to ijarah assets	(874)	(2,140)	(203)	(1,519)
Net (loss)/income from investment in ijarah assets	(27,409)	7,758	(638)	6,494
Profit on amounts due from banks	41	59	24	17
Profit on financing contracts	205	230	104	99
Funding income	246	289	128	116
Fee and other income	198	405	78	183
Foreign exchange	81	(363)	63	44
TOTAL INCOME	(26,884)	8,089	(369)	6,837
EXPENSES				
Staff expenses	1,888	1,895	932	935
General and administration expenses	631	562	339	286
Depreciation on property and equipment	134	266	70	117
TOTAL EXPENSES	2,653	2,723	1,341	1,338
NET (LOSS)/INCOME FOR THE PERIOD BEFORE PROVISIONS	(29,537)	5,366	(1,710)	5,499
Provisions for investments	-	(293)	-	2
NET (LOSS)/INCOME FOR THE PERIOD	(29,537)	5,073	(1,710)	5,501
Attributable to:				
Shareholders of the parent	(25,554)	3,994	(1,591)	4,582
Non-controlling interest	(3,983)	1,079	(119)	919
	(29,537)	5,073	(1,710)	5,501

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the six month period ended 30 June 2014 (Reviewed)

	Six months ended	
	30 June 2014 US\$ '000	30 June 2013 US\$ '000
Balance at beginning of the period	205,525	204,354
Net (loss)/income for the period	(29,537)	5,073
Unrealised gain (loss) on remeasurement to fair value, net	22	(149)
Dividends paid	-	(4,275)
BALANCE AT END OF THE PERIOD	176,010	205,003