

# Seera Investment Bank

FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2016



## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2016

	2016 US\$ '000	2015 US\$ '000
<b>ASSETS</b>		
Cash and balances with banks	3,787	2,396
Due from banks	34,003	40,700
Non-trading investments	26,487	30,529
Investments in ijarah assets	28,892	74,100
Investment in real estate	10,476	10,476
Other assets	2,321	5,271
Property and equipment	5,353	5,578
<b>TOTAL ASSETS</b>	<b>111,319</b>	<b>169,050</b>
<b>LIABILITIES</b>		
Term financing	12,413	14,496
Other liabilities	7,703	6,952
<b>TOTAL LIABILITIES</b>	<b>20,116</b>	<b>21,448</b>
<b>OWNERS' EQUITY</b>		
Share capital	145,643	145,643
Reserves	10,073	10,172
Accumulated losses	(68,243)	(17,977)
Equity attributable to shareholders of the parent	87,473	137,838
Non-controlling interest	3,730	9,764
<b>TOTAL OWNERS' EQUITY</b>	<b>91,203</b>	<b>147,602</b>
<b>TOTAL LIABILITIES AND OWNERS' EQUITY</b>	<b>111,319</b>	<b>169,050</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2016

	2016 US\$ '000	2015 US\$ '000
Net cash from operating activities	3,929	7,085
Net cash (used in)/from investing activities	(7,152)	48,670
Net cash used in financing activities	(2,083)	(32,320)
<b>NET MOVEMENT IN CASH AND CASH EQUIVALENTS</b>	<b>(5,306)</b>	<b>23,435</b>
Cash and cash equivalents at beginning of the year	43,096	19,661
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>37,790</b>	<b>43,096</b>

These consolidated financial statements were extracted from the audited consolidated financial statements on which Ernst & Young issued an unqualified report dated 16 February 2017 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.

Hamad Al Ameer  
Chairman

Abdulla Janahi  
Chief Executive Officer

Mubarak Al Hemeiri  
Board Member

## CONSOLIDATED STATEMENT OF INCOME

For the year ended 31 December 2016

	2016 US\$ '000	2015 US\$ '000
<b>INCOME</b>		
Rental income from investment in ijarah assets	9,642	9,083
Depreciation on investment in ijarah assets	(6,743)	(9,427)
Management fees relating to ijarah assets	(248)	(266)
Financing cost relating to term financing obtained to purchase ijarah assets	(861)	(1,325)
Other income relating to ijarah assets	151	1,163
Gain on disposal of ijarah assets, net	2,232	5,018
Other operating expenses relating to ijarah assets	(411)	(1,838)
<b>Net income from investment in ijarah assets</b>	<b>3,762</b>	<b>2,408</b>
Profit on amounts due from banks	330	192
Profit on financing contracts	-	2,027
<b>Net funding income</b>	<b>330</b>	<b>2,219</b>
Fee and other income	1,835	2,803
Gain on sale of investment classified as held for sale	-	1,256
<b>TOTAL INCOME</b>	<b>5,927</b>	<b>8,686</b>
<b>EXPENSES</b>		
Staff expenses	3,546	3,546
General and administration expenses	1,349	1,330
Depreciation on property and equipment	272	269
<b>TOTAL EXPENSES</b>	<b>5,167</b>	<b>5,145</b>
<b>NET INCOME FOR THE YEAR BEFORE FX LOSSES, UNREALISED FAIR VALUE (LOSSES) GAINS, PROVISIONS AND IMPAIRMENT</b>	<b>760</b>	<b>3,541</b>
Foreign exchange loss	(848)	(816)
Unrealised fair value (losses)/gains on investment	(2,156)	1,803
Provisions and impairment	(54,056)	(1,728)
<b>NET (LOSS)/INCOME FOR THE YEAR</b>	<b>(56,300)</b>	<b>2,800</b>
Attributable to:		
Shareholders of the parent	(50,266)	2,800
Non-controlling interest	(6,034)	-
	<b>(56,300)</b>	<b>2,800</b>

## CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the year ended 31 December 2016

	2016 US\$ '000	2015 US\$ '000
Balance at beginning of the year	147,602	145,172
Net (loss)/income for the year	(56,300)	2,800
Unrealised loss on remeasurement to fair value	(99)	(370)
<b>BALANCE AT END OF THE YEAR</b>	<b>91,203</b>	<b>147,602</b>