



## CONDENSED CONSOLIDATED INTERIM FINANCIAL INFORMATION

For the six months ended 30 June 2013

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION as at 30 June 2013 / US\$ 000's	30 June 2013 (reviewed)	31 December 2012 (audited)	30 June 2012 (reviewed)
<b>ASSETS</b>			
Cash and bank balances	33,452	3,216	5,832
Placements with financial institutions	692	14,767	-
Equity-accounted investees	236,480	235,383	231,258
Investment securities	175,300	174,017	186,633
Investment property	259,404	259,404	259,404
Assets held-for-sale	22,246	88,139	-
Other assets	144,653	115,531	136,680
<b>Total assets</b>	<b>872,227</b>	<b>890,457</b>	<b>819,807</b>
<b>LIABILITIES</b>			
Investors' funds	14,437	31,428	27,088
Placements from financial and other institutions	110,435	126,017	128,678
Financing liabilities	215,538	232,827	251,561
Liabilities held-for-sale	-	42,655	-
Other liabilities	70,978	73,871	82,197
<b>Total liabilities</b>	<b>411,388</b>	<b>506,798</b>	<b>489,524</b>
<b>Equity of investment account holders</b>	<b>2,139</b>	<b>2,353</b>	<b>2,318</b>
<b>OWNERS' EQUITY</b>			
Share capital	770,061	595,087	473,462
Treasury shares	(912)	(2,995)	(2,716)
Share premium	-	13,235	86,155
Statutory reserve	67,519	66,356	65,592
Accumulated losses	(379,009)	(291,280)	(295,563)
Other reserves	1,041	903	1,035
<b>Total owners' equity</b>	<b>458,700</b>	<b>381,306</b>	<b>327,965</b>
<b>Total liabilities, equity of investment account holders and owners' equity</b>	<b>872,227</b>	<b>890,457</b>	<b>819,807</b>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months ended 30 June 2013 / (reviewed) (US\$ 000's)	Share capital	Treasury shares	Share premium	Statutory reserve	Accumulated losses	Other reserves	Total owners' equity
Balance at 1 January 2013	595,087	(2,995)	13,235	66,356	(291,280)	903	381,306
Profit for the period	-	-	-	-	4,182	-	4,182
<b>Total recognised income and expense</b>	-	-	-	-	<b>4,182</b>	-	<b>4,182</b>
Transfer to statutory reserve	-	-	-	1,003	(1,003)	-	-
Conversion of murabaha to capital	174,974	(8,528)	(13,235)	-	(91,296)	-	61,915
Purchase of treasury shares	-	(1,192)	-	-	-	-	(1,192)
Sale of treasury shares	-	10,997	-	-	-	-	10,997
Gain on sale of treasury shares	-	-	-	286	-	-	286
Share grants vesting expense, net of forfeitures	-	806	-	(126)	-	138	818
Gain on partial disposal of assets held-for-sale	-	-	-	-	388	-	388
<b>Balance at 30 June 2013</b>	<b>770,061</b>	<b>(912)</b>	<b>-</b>	<b>67,519</b>	<b>(379,009)</b>	<b>1,041</b>	<b>458,700</b>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months ended 30 June 2012 / (reviewed) (US\$ 000's)	Share capital	Treasury shares	Share premium	Statutory reserve	Accumulated losses	Investments fair value reserve	Other reserves	Total owners' equity
Balance at 1 January 2012	321,031	(12,852)	145,708	79,408	(301,687)	403	1,377	233,388
Profit for the period	-	-	-	-	5,744	-	-	5,744
Transfer to income statement on disposal	-	-	-	-	(403)	-	-	(403)
<b>Total recognised income and expense</b>	-	-	-	-	<b>5,744</b>	<b>(403)</b>	-	<b>5,341</b>
Conversion of murabaha to capital	152,431	(16,776)	(59,553)	-	-	-	-	76,102
Transfer to retained earnings on settlement of convertible murabaha	-	-	-	-	380	-	(380)	-
Sale of treasury shares	-	26,912	-	-	-	-	-	26,912
Loss on sale of treasury shares	-	-	-	(13,816)	-	-	-	(13,816)
Share grants vesting expense, net of forfeitures	-	-	-	-	-	-	38	38
<b>Balance at 30 June 2012</b>	<b>473,462</b>	<b>(2,716)</b>	<b>86,155</b>	<b>65,592</b>	<b>(295,563)</b>	<b>-</b>	<b>1,035</b>	<b>327,965</b>

CONDENSED CONSOLIDATED INCOME STATEMENT for the six months ended 30 June 2013 / US\$ 000's	Six months ended		Three months ended	
	30 June 2013 (reviewed)	30 June 2012 (reviewed)	30 June 2013 (reviewed)	30 June 2012 (reviewed)
Management and other fees	5,244	1,610	503	575
Income from placements with financial institutions	251	47	14	6
Share of profits of equity-accounted investees	1,096	812	554	837
Gain / (loss) from investment securities, net	343	(1,290)	343	(1,259)
Foreign exchange gain / (loss), net	341	1,986	(4)	4,538
Other income	17,214	29,463	11,972	15,009
<b>Total income</b>	<b>24,489</b>	<b>32,628</b>	<b>13,382</b>	<b>19,706</b>
Staff cost	4,404	4,357	3,250	2,423
Investment advisory expenses	1,630	3,009	848	1,731
Finance expense	8,559	11,977	4,167	6,862
Other expenses	4,990	7,541	3,002	3,948
<b>Total expenses</b>	<b>19,583</b>	<b>26,884</b>	<b>11,267</b>	<b>14,964</b>
<b>Profit from continuing operations before impairment allowances</b>	<b>4,906</b>	<b>5,744</b>	<b>2,115</b>	<b>4,742</b>
Impairment allowances	1,500	-	500	-
<b>Profit from continuing operations</b>	<b>3,406</b>	<b>5,744</b>	<b>1,615</b>	<b>4,742</b>
Gain from discontinued operations, net	776	-	1,080	-
<b>PROFIT FOR THE PERIOD</b>	<b>4,182</b>	<b>5,744</b>	<b>2,695</b>	<b>4,742</b>
<b>Earnings per share – continuing operations</b>				
Basic earnings per share (US cents)	0.19	0.47	0.12	0.39
Diluted earnings per share (US cents)	0.19	0.46	0.12	0.38

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS for the six months ended 30 June 2013 / US\$ 000's	Six months ended	
	30 June 2013 (reviewed)	30 June 2012 (reviewed)
<b>OPERATING ACTIVITIES</b>		
Placements with / from financial institutions, net	(1,882)	13,200
Disbursement of financing to projects, net	(5,125)	(22,500)
Investors' funds, net	(8)	(5,596)
Management fees received	3,245	650
Income received from placements with financial institution	251	48
Payment for expenses and project costs	(9,595)	(11,029)
<b>Net cash used in operating activities</b>	<b>(13,114)</b>	<b>(25,227)</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of investment securities	(153)	-
Net cashflows on disposal of assets held-for-sale	(1,889)	-
Advance paid for acquisition of investments	(1,904)	-
Proceeds from sale of investment securities	2,063	6,156
<b>Net cash (used in) / generated from investing activities</b>	<b>(1,883)</b>	<b>6,156</b>

FINANCING ACTIVITIES	Six months ended	
	30 June 2013 (reviewed)	30 June 2012 (reviewed)
Financing liabilities, net	(10,345)	(21,380)
Finance expense paid	(8,006)	(7,886)
Proceeds from issue of convertible murabaha	51,915	34,256
Proceeds from sale of treasury shares	10,074	13,096
Dividends paid	(80)	(4)
Payment to investment account holders	(214)	-
<b>Net cash generated from financing activities</b>	<b>43,344</b>	<b>18,082</b>
<b>INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>28,347</b>	<b>(989)</b>
Cash and cash equivalents at 1 January	5,105	6,821
<b>CASH AND CASH EQUIVALENTS at 30 June</b>	<b>33,452</b>	<b>5,832</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	33,452	5,832
	<b>33,452</b>	<b>5,832</b>

The Board of Directors approved the condensed consolidated interim financial information on 6 August 2013 and signed on its behalf by:

**Ahmed Al Mutawa**  
Vice Chairman

**Hisham Al-Rayes**  
Acting CEO

These statements have been extracted from the condensed consolidated interim financial information for the six months ended 30 June 2013 which were reviewed by KPMG.