

STATEMENT OF COMPREHENSIVE INCOME
Year ended 31 December 2012

	2012 US\$ '000	2011 US\$ '000
Interest and similar income	26,280	20,865
Interest expense	(2,472)	(2,297)
Net interest income	23,808	18,568
Fee and commission income	15,124	14,347
Change in value of investment held for trading	4	(5)
Foreign exchange gain	375	331
Other income	20	-
OPERATING INCOME	39,331	33,241
Provision for loan losses	(2,322)	(1,580)
NET OPERATING INCOME	37,009	31,661
Staff costs	4,518	3,696
Depreciation	354	348
Other operating expenses	2,120	1,616
OPERATING EXPENSES	6,992	5,660
NET PROFIT AND TOTAL COMPREHENSIVE INCOME FOR THE YEAR	30,017	26,001

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2012

	Audited 31 December 2012 US\$ '000	Audited 31 December 2011 US\$ '000
ASSETS		
Cash and balances with banks	7,102	44,670
Deposits with banks and other financial institutions	664,904	654,766
Investment held for trading	24	22
Non-trading Investments	38,890	13,819
Loans and advances	378,684	269,260
Property, equipment and software	13,966	11,592
Interest receivable	8,034	5,114
Other assets	495	866
TOTAL ASSETS	1,112,099	1,000,109
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from banks and other financial institutions	519,017	470,302
Due to banks and other financial institutions	267,063	276,482
Due to Customers	21,083	8,367
Interest payable	169	218
Other liabilities	4,168	4,158
TOTAL LIABILITIES	811,500	759,527
EQUITY		
Share capital	250,000	200,000
Statutory reserve	9,933	6,888
Retained earnings	20,666	13,694
Proposed dividend	20,000	20,000
TOTAL EQUITY	300,599	240,582
TOTAL LIABILITIES AND EQUITY	1,112,099	1,000,109

STATEMENT OF CASH FLOWS
Year ended 31 December 2012

	2012 US\$ '000	2011 US\$ '000
OPERATING ACTIVITIES		
Net Profit for the year	30,017	26,001
Adjustments for:		
Provision for loan losses	2,322	1,580
Depreciation	354	348
Write off property, equipment and software	9	-
Changes in value of investment held for trading	(4)	5
Amortization of assets reclassified as loans and advances from trading investments	(509)	(468)
Gain on disposal of property, equipment and software	(20)	-
Operating income before changes in operating assets and liabilities	32,169	27,466
Changes in operating assets and liabilities:		
Deposits with banks and other financial institutions	(10,000)	15,000
Loans and advances	(111,237)	(121,737)
Interest receivable	(2,920)	(1,364)
Other assets	371	(492)
Deposits from banks and other financial institutions	48,715	(81,200)
Due to banks and other financial institutions	(9,419)	(15,951)
Due to customers	12,716	3,618
Interest payable	(49)	(63)
Other liabilities	10	(1,419)
Net cash used in operating activities	(39,644)	(176,142)
INVESTING ACTIVITIES		
Purchase of non-trading investments	(29,773)	(4,665)
Redemption of non-trading investments	4,702	-
Purchase of trading investment	(199)	-
Proceeds from disposal of trading investment	201	-
Purchase of property, equipment and software	(2,737)	(2,451)
Proceeds from disposal of property, equipment and software	20	-
Net cash used in investing activities	(27,786)	(7,116)
FINANCING ACTIVITIES		
Issue of share capital	50,000	-
Dividend paid	(20,000)	(10,000)
Net cash from/(used in) financing activities	30,000	(10,000)
DECREASE IN CASH AND CASH EQUIVALENTS	(37,430)	(193,258)
Cash and cash equivalents at 1 January	699,436	892,694
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	662,006	699,436

STATEMENT OF CHANGES IN EQUITY
Year ended 31 December 2012

	Share capital US\$ '000	Statutory reserve US\$ '000	Retained earnings US\$ '000	Proposed dividend US\$ '000	Total equity US\$ '000
Balance as of 1 January 2012	200,000	6,888	13,694	20,000	240,582
Increase in share capital	50,000	-	-	-	50,000
Dividend paid	-	-	-	(20,000)	(20,000)
Total comprehensive income for the year	-	-	30,017	-	30,017
Transfer to statutory reserve	-	3,045	(3,045)	-	-
Proposed dividend	-	-	(20,000)	20,000	-
Balance as of 31 December 2012	250,000	9,933	20,666	20,000	300,599
Balance as of 1 January 2011	200,000	4,262	10,319	10,000	224,581
Dividend paid	-	-	-	(10,000)	(10,000)
Total comprehensive income for the year	-	-	26,001	-	26,001
Transfer to Statutory reserve	-	2,626	(2,626)	-	-
Proposed dividend	-	-	(20,000)	20,000	-
Balance as of 31 December 2011	200,000	6,888	13,694	20,000	240,582

The above is an extract of financial statements approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified audit report dated 28th January 2013.

Mr. Suliman Esa AlAzzabi
Deputy Chairman

Mr. Ali Makhzum Ben Hamza
Director