CONSOLIDATED STATEMENT OF FINANCIAL POSITION
as at 31 December 2013 US$ 000's

	note	31 December 2013	31 December 2012
ASSETS			
Cash and bank balances	4	21,847	3,216
Placements with financial institutions		-	14,767
Investment securities	5	196,141	174,017
Equity-accounted investees	6	73,417	231,946
Investment property	7	259,404	259,404
Assets held-for-sale	8	184,076	88,139
Other assets	9	172,968	115,531
Total assets		**907,853**	**887,020**
LIABILITIES			
Investors' funds	10	19,166	31,428
Placements from financial and other institutions	11	93,511	126,017
Financing liabilities	12	207,767	232,827
Liabilities related to assets held-for-sale	8	-	42,655
Other liabilities	13	60,408	70,434
Total liabilities		**380,852**	**503,361**
Equity of investment account holders	14	**2,155**	**2,353**
OWNERS' EQUITY			
Share capital	15	972,281	595,087
Treasury shares		(912)	(2,995)
Share premium		-	13,235
Statutory reserve		68,146	66,356
Accumulated losses		(515,911)	(291,280)
Other reserves	16	1,242	903
Total owners' equity (page 7)		**524,846**	381,306
Total liabilities, equity of investment account holders and owners' equity		**907,853**	887,020

The consolidated financial statements consisting of pages 5 to 62 were approved by the Board of Directors on 23 February 2014 and signed on its behalf by:

Ahmed Al Mutawa
Chairman

Mosabah Saif Al Mautairy
Vice Chairman

Hisham Alrayes
Chief Executive Officer

The accompanying notes 1 to 37 form an integral part of these consolidated financial statements.

CONSOLIDATED INCOME STATEMENT
for the year ended 31 December 2013 US$ 000's

	note	2013	2012
Continuing operations			
Income from investment banking services		1,862	-
Management and other fees		7,316	2,985
Income from placements with financial institutions	20	473	130
Share of profits of equity-accounted investees	6	1,723	4,941
Gain on acquisition of assets held-for-sale	8	-	10,369
Income from investment securities, net	17	1,433	2,050
Foreign exchange gain, net		1,018	5,466
Other income, net	18	23,565	37,639
Total income		**37,390**	63,580
Staff cost	19	8,597	8,245
Investment advisory expenses		1,575	4,309
Finance expense	20	16,270	19,267
Other expenses	21	8,147	11,332
Total expenses		**34,589**	43,153
Profit from continuing operations before impairment allowances		**2,801**	20,427
Impairment allowances	22	(3,000)	(10,400)
(Loss) / profit from continuing operations		**(199)**	10,027
Gain from discontinued operations and assets held-for-sale, net	8	6,466	-
Profit for the year		**6,267**	10,027
Basic and diluted earnings per share			
Earnings per share from continuing operations (US cents)	25	**(0.01)**	0.68
Earnings per share from discontinued operations and assets held-for-sale (US cents)	25	**0.25**	-

The accompanying notes 1 to 37 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the year ended 31 December 2013

US$ 000's

2013	Share capital	Treasury shares	Share premium	Statutory reserve	Accumulated losses	Other reserves (note 16)	Total
Balance at 1 January 2013	595,087	(2,995)	13,235	66,356	(291,280)	903	381,306
Profit for the year (page 6)	-	-	-	-	6,267	-	6,267
Total recognised income and expense	**-**	**-**	**-**	**-**	**6,267**	**-**	**6,267**
Transfer to statutory reserve (note 15)	-	-	-	1,630	(1,630)	-	-
Conversion of Murabaha to capital (notes 12 &15)	377,194	(8,528)	(13,235)	-	(229,656)	-	125,775
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 (note 19)	-	806	-	(126)	-	339	1,019
Gain on partial disposal of assets of subsidiary held-for-sale (note 8)	-	-	-	-	388	-	388
Balance at 31 December 2013	**972,281**	**(912)**	**-**	**68,146**	**(515,911)**	**1,242**	**524,846**

The accompanying notes 1 to 37 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
for the year ended 31 December 2013 *(continued)*

US$ 000's

2012	Share capital	Treasury shares	Share premium	Statutory reserve	Accumulated losses	Investments fair value reserve	Other reserves (note 16)	Total
Balance at 1 January 2012	321,031	(12,852)	145,708	79,408	(301,687)	403	1,377	233,388
Profit for the year (page 6)	-	-	-	-	10,027	-	-	10,027
Changes in fair value of investment securities	-	-	-	-	-	(403)	-	(403)
Total recognised income and expense	-	-	-	-	10,027	(403)	-	9,624
Conversion of Murabaha to share capital (notes 12 &15)	274,056	(37,876)	(132,473)	-	-	-	-	103,707
Transfer to retained earnings on settlement of convertible murabaha	-	-	-	-	380	-	(380)	-
Sale of treasury shares	-	47,733	-	-	-		-	47,733
Loss on sale of treasury shares	-	-	-	(13,052)	-	-	-	(13,052)
Share grants vesting expense, net of forfeitures (note 19)	-	-	-	-	-	-	(94)	(94)
Balance at 31 December 2012	595,087	(2,995)	13,235	66,356	(291,280)	-	903	381,306

The accompanying notes 1 to 37 form an integral part of these consolidated financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS
for the year ended 31 December 2013 US$ 000's

	2013	2012
OPERATING ACTIVITIES		
Placements with financial institutions, net	(18,116)	(1,264)
Disbursement of financing to projects, net	(22,167)	(4,475)
Movement on investors' funds, net	-	(1,220)
Management fees received	4,632	860
Income received from placements with financial institution	473	130
Payments for expenses, charity and project costs	(29,615)	(19,547)
Other receipts	2,934	-
Net cash used in operating activities	**(61,859)**	(25,516)
INVESTING ACTIVITIES		
Acquisition of investment securities	(30,153)	(460)
Net cash received on disposal / (paid) for acquisition of subsidiary held-for-sale (note 8)	9,776	(33,226)
Proceeds from sale of investment securities	3,546	6,285
Dividends received	156	956
Advance for investment	(1,954)	-
Net cash used in investing activities	**(18,629)**	(26,445)
FINANCING ACTIVITIES		
Movement on financing liabilities, net	(20,345)	(24,772)
Finance expense paid	(15,039)	(19,824)
Proceeds from issue of convertible murabaha	115,775	60,210
Payment to Investment account holders	(198)	-
Proceeds from sale of treasury shares	11,283	34,681
Dividends paid	(1,748)	(50)
Net cash generated from financing activities	**89,728**	50,245
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS DURING THE YEAR	**9,240**	(1,716)
Cash and cash equivalents at 1 January	5,105	6,821
CASH AND CASH EQUIVALENTS at 31 December	**14,345**	5,105
Cash and cash equivalents comprise:		
Cash and bank balances (note 4)	14,345	3,216
Cash and bank balances included in assets held-for-sale	-	1,889
	14,345	5,105

The accompanying notes 1 to 37 form an integral part of these consolidated financial statements.