

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

STATEMENT OF FINANCIAL POSITION

As at 31 December 2013

	2013 US\$	Restated 2012 US\$
ASSETS		
Cash and balances with banks	768,919	993,440
Due from a financial institution	2,656,499	-
Investments	6,006,438	7,253,314
Deferred payment sale receivables	3,680,203	3,680,203
Investment in real estate	18,255,772	20,020,180
Other assets	1,375,853	1,403,831
Fixed assets	85,124	53,650
TOTAL ASSETS	32,828,808	33,404,618
LIABILITIES AND OWNERS' EQUITY		
Liabilities		
Due to a financial institution	3,670,202	3,670,202
Murabaha payable	3,229,064	3,229,064
Provision against lease commitment	2,885,300	-
Other liabilities	694,238	697,194
Total liabilities	10,478,804	7,596,460
Owners' Equity		
Share capital	80,000,000	80,000,000
Statutory reserve	7,409,515	7,409,515
Investments fair value reserve	1,964,534	529,561
Accumulated losses	(67,024,045)	(62,130,918)
Total owners' equity	22,350,004	25,808,158
TOTAL LIABILITIES AND OWNERS' EQUITY	32,828,808	33,404,618
OFF-BALANCE SHEET ITEMS:		
EQUITY OF INVESTMENT ACCOUNTHOLDERS	-	16,440,667

STATEMENT OF INCOME

For the year ended 31 December 2013

	2013 US\$	Restated 2012 US\$
Rental income from investment in real estate	1,517,984	1,411,753
Gain on disposal of investments at fair value through equity	293,845	-
Fair value loss on investments at fair value through statement of income, net	(1,601,027)	(4,921)
Other income, net	500,303	135,087
Operating income	711,105	1,541,919
EXPENSES		
Staff costs	822,619	898,764
Administrative and general expenses	934,964	560,903
Depreciation	440,132	786,369
Operating expenses	2,197,715	2,246,036
Net loss before provision for impairment	(1,486,610)	(704,117)
Provision against lease commitment	(2,885,300)	-
Impairment	(521,217)	(5,321,076)
NET LOSS FOR THE YEAR	(4,893,127)	(6,025,193)

STATEMENT OF CASH FLOWS

For the year ended 31 December 2013

	2013 US\$	Restated 2012 US\$
OPERATING ACTIVITIES		
Net loss for the year	(4,893,127)	(6,025,193)
Adjustments for non-cash items:		
Depreciation	440,132	786,369
Provision against lease commitment	2,885,300	-
Impairment	521,217	5,321,076
Gain on disposal of investments at fair value through equity	(293,845)	-
Fair value loss on investments at fair value through statement of income	1,601,027	4,921
Gain on disposal of investment in real estate	(456,126)	(164,850)
Loss on disposal of fixed assets	-	57,560
Operating loss before changes in operating assets and liabilities:	(195,422)	(20,117)
Working capital adjustments:		
Other assets*	(38,442)	(17,957)
Other liabilities	14,816	57,019
Payment of charities	(17,772)	-
Net cash (used in) from operating activities	(236,820)	18,945
INVESTING ACTIVITIES		
Proceeds from disposal of investments at fair value through equity	919,870	130,000
Proceeds from disposal of investment in real estate	1,802,588	793,737
Purchase of fixed assets	(53,660)	(156,695)
Proceeds from disposal of fixed assets	-	48,541
Net cash from investing activities	2,668,798	815,583
NET INCREASE IN CASH AND CASH EQUIVALENTS	2,431,978	834,528
Cash and cash equivalents at 1 January	993,440	158,912
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	3,425,418	993,440
Cash and cash equivalents comprise:		
Cash and balances with banks	768,919	993,440
Due from a financial institution with original maturity of ninety days or less	2,656,499	-
Non-cash activity	3,425,418	993,440
*Proceeds from disposal of investments at fair value through equity	420,000	-

STATEMENT OF CHANGES IN OWNERS' EQUITY

For the year ended 31 December 2013

	Share capital US\$	Statutory reserve US\$	Investments fair value reserve US\$	Accumulated losses US\$	Total US\$
Balance at 1 January 2013 (restated)	80,000,000	7,409,515	529,561	(62,130,918)	25,808,158
Net loss for the year	-	-	-	(4,893,127)	(4,893,127)
Other comprehensive gain: fair value gain on investments at fair value through equity	-	-	1,446,415	-	1,446,415
Net amount transferred to statement of income on disposal of investment at fair value through equity	-	-	(11,442)	-	(11,442)
Balance as at 30 September 2013	80,000,000	7,409,515	1,964,534	(67,024,045)	22,350,004
Balance at 1 January 2012	80,000,000	7,409,515	3,679,690	(56,105,725)	34,983,480
Net loss for the year	-	-	-	(6,025,193)	(6,025,193)
Other comprehensive gain: fair value loss on investments at fair value through equity	-	-	(3,150,129)	-	(3,150,129)
Balance as at 31 December 2012 (restated)	80,000,000	7,409,515	529,561	(62,130,918)	25,808,158

These financial statements were extracted from the audited financial statements on which Ernst & Young issued an unqualified opinion dated 2nd September 2014.

The financial statements were authorised for issue in accordance with approval of the Board of Directors on 2nd September 2014.


Ameer Abulrahman Al Mansour
 Chairman


Dr. Jamshir Nasimi
 Director