

**AL BARAKA BANKING GROUP (B.S.C.) CONDENSED CONSOLIDATED FINANCIAL STATEMENTS - 31 DECEMBER 2015**
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
At 31 December 2015**

	2015 US\$ '000	2014 US\$ '000
<b>ASSETS</b>		
Cash and balances with banks	5,373,409	5,011,262
Receivables	11,959,052	11,999,547
Mudaraba and Musharaka financing	1,558,593	1,549,786
Investments	3,105,750	2,580,034
Jjarah Muntahia Bittamleek	1,734,457	1,494,799
Property and equipment	444,608	379,323
Other assets	442,332	448,838
<b>TOTAL ASSETS</b>	<b>24,618,201</b>	<b>23,463,589</b>
<b>LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY</b>		
<b>LIABILITIES</b>		
Customer current and other accounts	4,841,099	4,509,312
Due to banks	808,268	1,211,493
Long term financing	1,497,208	655,669
Other liabilities	862,444	872,700
<b>Total liabilities</b>	<b>8,009,019</b>	<b>7,249,174</b>
<b>EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>	<b>14,514,599</b>	<b>14,139,792</b>
<b>OWNER'S EQUITY</b>		
Share capital	1,115,746	1,093,869
Treasury shares	(8,464)	(8,261)
Share premium	17,662	17,288
Reserves	165,459	147,621
Cumulative changes in fair values	38,529	3,073
Foreign currency translations	(461,948)	(313,602)
Retained earnings	433,631	343,398
Proposed appropriations	55,787	54,693
<b>Equity attributable to parent's shareholders</b>	<b>1,356,402</b>	<b>1,338,079</b>
Non-controlling interest	738,181	736,544
<b>Total owners' equity</b>	<b>2,094,583</b>	<b>2,074,623</b>
<b>TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY</b>	<b>24,618,201</b>	<b>23,463,589</b>

**CONSOLIDATED STATEMENT OF INCOME  
For the year ended 31 December 2015**

	Three months ended 31 December 2015 US\$ '000	31 December 2014 US\$ '000	The year ended 31 December 2015 US\$ '000	31 December 2014 US\$ '000
<b>Income</b>				
Net income from jointly financed contracts and investments	322,737	311,783	1,223,215	1,166,772
Return on equity of investment accountholders before Group's share as a Mudarib	(270,297)	(295,898)	(1,026,367)	(1,018,827)
Group's share as a Mudarib	87,619	117,063	345,415	328,871
Return on equity of investment accountholders	(182,678)	(178,835)	(680,952)	(689,956)
Group's share of income from equity of investment accountholders (as a Mudarib and Rabalmaal)	140,059	132,948	542,263	476,816
Mudarib share for managing off-balance sheet equity of investment accountholders	2,152	5,671	5,583	13,886
Net income from self financed contract and investment	71,142	64,753	272,941	236,420
Other fees and commission income	57,665	56,107	200,513	187,144
Other operating income	9,811	1,098	34,794	41,413
	280,829	260,577	1,056,094	955,679
Profit paid on long term financing	(19,293)	(16,476)	(56,541)	(38,117)
<b>TOTAL OPERATING INCOME</b>	<b>261,536</b>	<b>244,101</b>	<b>999,553</b>	<b>917,562</b>
<b>OPERATING EXPENSES</b>				
Staff expenses	66,623	82,477	298,927	301,308
Depreciation and amortisation	15,461	13,204	50,054	45,575
Other operating expenses	49,232	49,286	186,890	174,477
<b>TOTAL OPERATING EXPENSES</b>	<b>131,316</b>	<b>144,967</b>	<b>535,871</b>	<b>521,360</b>
<b>NET INCOME FOR THE PERIOD / YEAR BEFORE NET PROVISIONS, IMPAIRMENT AND TAXATION</b>	<b>130,220</b>	<b>99,134</b>	<b>463,682</b>	<b>396,202</b>
Provisions and impairment	(24,122)	(6,409)	(58,371)	(21,163)
<b>NET INCOME FOR THE PERIOD / YEAR BEFORE TAXATION</b>	<b>106,098</b>	<b>92,725</b>	<b>405,311</b>	<b>375,039</b>
Taxation	(33,999)	(24,819)	(119,125)	(100,272)
<b>NET INCOME FOR THE PERIOD / YEAR</b>	<b>72,099</b>	<b>67,906</b>	<b>286,186</b>	<b>274,767</b>
Attributable to:				
Equity holders of the parent	41,669	36,213	162,741	151,731
Non-controlling interest	30,430	31,693	123,445	123,036
	72,099	67,906	286,186	274,767
Basic and diluted earnings per share - US cents	3.78	3.17	14.70	13.70

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY  
For the year ended 31 December 2015**

	Attributable to equity shareholders of the parent US\$ '000	Non-controlling interest US\$ '000	Total owners' equity US\$ '000
At 1 January 2015	1,338,079	736,544	2,074,623
Dividends paid	(32,816)	-	(32,816)
Net movement in treasury shares	171	-	171
Net movement in cumulative changes in fair values for investments	(844)	(357)	(1,201)
Net movement in cumulative changes in fair values for property and equipment	36,300	21,690	57,990
Net movement in other reserves	1,564	505	2,069
Foreign currency translation	(148,346)	(110,599)	(258,945)
Net income for the year	162,741	123,445	286,186
Dividends of subsidiaries	-	(33,494)	(33,494)
Effects of acquisition of non-controlling interest	(447)	447	-
At 31 December 2015	1,356,402	738,181	2,094,583
At 1 January 2014	1,298,651	684,736	1,983,387
Dividends paid	(36,690)	-	(36,690)
Net movement in treasury shares	397	-	397
Net movement in cumulative changes in fair value	5,453	2,186	7,639
Net movement in other reserves	764	512	1,276
Foreign currency translation	(80,674)	(55,704)	(136,378)
Net income for the year	151,731	123,036	274,767
Dividends of subsidiaries	-	(35,200)	(35,200)
Zakah paid by subsidiaries	(169)	(54)	(223)
Effects of acquisition of non-controlling interest	(1,384)	1,384	-
Net movement in non-controlling interest	-	15,648	15,648
At 31 December 2014	1,338,079	736,544	2,074,623

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
For the year ended 31 December 2015**

	2015 US\$ '000	2014 US\$ '000
Net cash (used in) from operating activities	(392,797)	676,132
Net cash used in investing activities	(566,089)	(168,475)
Net cash from financing activities	775,400	59,089
Foreign currency translation adjustments	(258,946)	(136,378)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(442,432)</b>	<b>430,368</b>
Cash and cash equivalents at 1 January	2,735,121	2,304,753
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	<b>2,292,689</b>	<b>2,735,121</b>

Saleh Abdullah Kamel

Chairman

Adnan Ahmed Yousif

Member of the Board and President  
and Chief Executive



The above balances for the year ended 31 December 2015, have been extracted from the Consolidated Financial Statements audited by Ernst & Young, who expressed an unqualified opinion on 21 February 2016. These statements are available in full details on our website: [www.albaraka.com](http://www.albaraka.com)

**RECOMMENDATION FOR DIVIDEND DISTRIBUTIONS**

The Board of Directors of Al Baraka Banking Group B.S.C. resolved at its meeting dated 21 February 2016 to recommend the following shareholders' distributions for approval by the Assembly General Meeting:

1. Distribution of cash dividend from the profit of the year 2015 to the shareholders registered as of the date of the AGM (as 2.0 cents for each share) amounting to US\$ 22,314,921.
2. The distribution of 3 bonus shares for every 100 fully paid shares to the shareholders registered as of the date of the AGM (amounting to US\$ 33,472,382) from Retained Earnings.

Saleh Abdullah Kamel  
Chairman