

Ajman Bank PJSC
Condensed consolidated interim financial statements
For the six month period ended 30 June 2014

Ajman Bank PJSC

Condensed consolidated interim financial statements

For the six month period ended 30 June 2014

<i>Contents</i>	<i>Page</i>
Independent Auditors' report on review of condensed consolidated interim financial information	1
Condensed consolidated interim statement of financial position	2
Condensed consolidated interim statement of income	3
Condensed consolidated interim statement of comprehensive income	4
Condensed consolidated interim statement of changes in equity	5
Condensed consolidated interim statement of cash flows	6
Notes to the condensed consolidated interim financial statements	7-16



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Independent Auditors' Report on Review of Condensed Consolidated Interim Financial Information

The Shareholders
Ajman Bank PJSC

Introduction

We have reviewed the accompanying condensed consolidated interim financial information of Ajman Bank PJSC ("the Bank") and its subsidiaries (collectively referred to as "the Group"), consisting of:

- the condensed consolidated interim statement of financial position as at 30 June 2014;
- the condensed consolidated interim statement of profit or loss for the three-month and six-month periods ended 30 June 2014;
- the condensed consolidated interim statement of profit or loss and other comprehensive income for the three-month and six-month periods ended 30 June 2014;
- the condensed consolidated interim statement of changes in equity for the six-month period ended 30 June 2014;
- the condensed consolidated interim statement of cash flows for the six-month period ended 30 June 2014; and
- notes to the condensed consolidated interim financial statements.

Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with IAS 34, 'Interim Financial Reporting'. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of Review

We conducted our review in accordance with the International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of condensed consolidated interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying 30 June 2014 condensed consolidated interim financial information is not prepared, in all material respects, in accordance with IAS 34, 'Interim Financial Reporting'.

KPMG Lower Gulf Limited
Name: Muhammad Tariq
Registration No: 793

23 JUL 2014

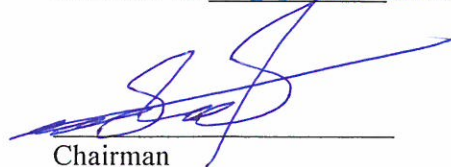
Ajman Bank PJSC

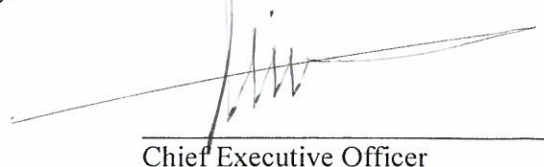
Condensed consolidated interim statement of financial position

as at 30 June 2014

		Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
	Note		
ASSETS			
Cash and balances with the Central Bank of UAE and other banks	6	385,117	328,131
Wakala deposits with banks and other financial institutions		621,016	160,121
Investments in Islamic financing and investment products	7	6,972,030	5,783,208
Investment securities	8	501,996	497,832
Investment property	10	49,961	49,961
Property and equipment		40,157	42,370
Other assets	11	235,127	231,009
Total assets		8,805,404	7,092,632
LIABILITIES AND SHAREHOLDER'S EQUITY			
Liabilities			
Customers' deposits	12	6,199,504	5,479,093
Due to banks		1,232,513	344,870
Other liabilities	13	300,486	229,700
Total liabilities		7,732,503	6,053,663
Shareholder's equity			
Shareholder's equity	14	1,000,000	1,000,000
Statutory reserve		7,562	7,562
Fair value reserve		(9,800)	(19,210)
Retained earnings		75,139	50,617
Total shareholder's equity		1,072,901	1,038,969
Total liabilities and shareholder's equity		8,805,404	7,092,632

These condensed consolidated interim financial statements were approved and authorised by the Board of Directors on 23 JUL 2014 and are signed on their behalf by:


Chairman


Chief Executive Officer

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial statements.

The review report of the Independent Auditors' is set out on page 1.

Ajman Bank PJSC

Condensed consolidated interim statement of profit or loss – Reviewed

		For the Three month period ended 30 June 2014 AED'000	For the Three month period ended 30 June 2013 AED'000	For the Six month period ended 30 June 2014 AED'000	For the Six month period ended 30 June 2013 AED'000
	Note				
Operating income					
Income from investments in Islamic financing and investment products	15	85,753	60,853	163,332	120,886
Income from investment securities		7,857	7,391	16,494	19,686
Fees, commissions and other income		14,785	7,738	28,783	20,273
Total operating income		108,395	75,982	208,609	160,845
Depositors' share of profit		(26,531)	(19,339)	(47,867)	(40,876)
Net operating income		81,864	56,643	160,742	119,969
Expenses					
Staff costs	16	(35,131)	(28,510)	(71,571)	(57,349)
General and administrative expenses	17	(11,462)	(10,836)	(23,203)	(20,456)
Impairment charge for investments in Islamic financing and investment products		(19,529)	(12,534)	(33,071)	(21,292)
Impairment charge on other receivables		(1,395)	-	(1,395)	-
Depreciation		(3,555)	(3,803)	(6,980)	(7,607)
Total expenses		(71,072)	(55,683)	(136,220)	(106,704)
Net profit for the period - Attributable to equity holders of the Bank		10,792	960	24,522	13,265
Earnings per share (AED)	18	0.0107	0.0001	0.0245	0.0133

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial statements.

The review report of the Independent Auditors' is set out on page 1.

Ajman Bank PJSC

Condensed consolidated interim statement of comprehensive income – Reviewed

	For the Three month period ended 30 June 2014 <i>Note</i> AED'000	For the Three month period ended 30 June 2013 AED'000	For the Six month period ended 30 June 2014 AED'000	For the Six month period ended 30 June 2013 AED'000
Net profit for the period	10,792	960	24,522	13,265
<i>Other comprehensive income:</i>				
Items that are or may be reclassified subsequently to statement of income				
Fair value (loss)/gain on available for sale investment securities	(5,248)	(34,351)	12,726	(40,116)
Gain transferred to statement of income on sale of investment securities	(472)	(632)	(3,316)	(5,203)
Other comprehensive income	(5,720)	(34,983)	9,410	(45,319)
Total comprehensive income for the period -	5,072	(34,023)	33,932	(32,054)
Attributable to equity holders of the Bank	5,072	(34,023)	33,932	(32,054)

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Ajman Bank PJSC

Condensed consolidated interim statement of changes in equity

For the six month period ended 30 June 2014

	Share capital AED'000	Statutory reserve AED'000	Fair value reserve AED'000	Retained earnings AED'000	Total AED'000
As at 31 December 2012 - Audited	1,000,000	6,502	7,570	41,078	1,055,150
Total comprehensive income for the period					
Net profit for the period	-	-	-	13,265	13,265
Other comprehensive income	-	-	(45,319)	-	(45,319)
Total comprehensive income for the period	-	-	(45,319)	13,265	(32,054)
As at 30 June 2013 - Reviewed	1,000,000	6,502	(37,749)	54,343	1,023,096
As at 31 December 2013 – Audited	1,000,000	7,562	(19,210)	50,617	1,038,969
Total comprehensive income for the period					
Net profit for the period	-	-	-	24,522	24,522
Other comprehensive income	-	-	9,410	-	9,410
Total comprehensive income for the period	-	-	9,410	24,522	33,932
As at 30 June 2014 – Reviewed	1,000,000	7,562	(9,800)	75,139	1,072,901

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial statements.

The review report of the Independent Auditors' is set out on page 1.

Ajman Bank PJSC

Condensed consolidated interim statement of cash flows – Reviewed

For the six month period ended 30 June

	Note	2014 AED'000	2013 AED'000
Cash flows from operating activities			
Net profit for the period		24,522	13,265
<i>Adjustments for:</i>			
Depreciation		6,980	7,607
Impairment charge		34,466	21,292
Income from investment securities		(16,494)	(19,686)
Property and equipment written off		1,667	-
		-----	-----
Operating cash flows before changes in operating assets and liabilities		51,141	22,478
<i>Changes in operating assets and liabilities</i>			
Change in investments in Islamic financing and investment products		(1,223,288)	(94,257)
Change in Wakala deposits with banks and other financial institutions		160,121	-
Change in statutory deposit with the Central Bank of UAE		(29,652)	(54,695)
Change in other assets		(4,118)	(19,700)
Change in customers' deposits		720,411	159,054
Change in due to banks		887,643	497,365
Change in other liabilities		70,786	15,848
		-----	-----
Net cash flow generated from operating activities		633,044	526,093
Cash flows from investing activities			
Purchase of investment securities		(258,844)	(471,309)
Proceeds from sale of investment securities		280,584	414,334
Change in property and equipment		(6,434)	(4,456)
		-----	-----
Net cash flow generated from/(used in) investing activities		15,306	(61,431)
		-----	-----
Net increase in cash and cash equivalents		648,350	464,662
Net cash and cash equivalents at the beginning of the period		101,385	188,423
		-----	-----
Cash and cash equivalents at the end of the period	6	749,735	653,085
		=====	=====

The notes on pages 7 to 16 form an integral part of these condensed consolidated interim financial statements.

The review report of the Independent Auditors' is set out on page 1.

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed

For the six month period ended 30 June 2014

1. Legal status and activities

Ajman Bank PJSC (“the Bank”) is incorporated as a Public Joint Stock Company. The Bank and its subsidiaries are collectively referred to as “the Group”. The Bank has its registered office at A&F Towers, 1st floor, Khalifa Street, P.O.Box 7770, Ajman, United Arab Emirates (“UAE”) and was legally incorporated on 17 April 2008. The Bank was registered with the Securities and Commodities Authority (“SCA”) on 12 June 2008 and obtained a license from the Central Bank of UAE to operate as a Head Office on 14 June 2008. On 1 December 2008, the Bank obtained a branch banking license from UAE Central Bank and commenced operations on 22 December 2008.

In addition to its main office in Ajman, the Bank operates through 8 branches and 1 pay office in UAE. The condensed consolidated interim financial statements combine the activities of the Bank’s head office and its branches, and subsidiaries.

In addition to above, the Bank further carries out placement activities with different special purpose entities which have been consolidated in these condensed consolidated interim financial statements in compliance with IFRS 10 – consolidated financial statements. Details of the special purpose entities are mentioned in note 21.

The principal activities of the Bank are to undertake banking, financing and investing activities through various Islamic financing and investment products such as Murabaha, Mudarba, Musharika Wakala, Sukuk and Ijarah. The activities of the Bank are conducted in accordance with the Islamic Sharia’a principles and within the provisions of its Memorandum and Articles of Association.

2. Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34: *Interim Financial Reporting*. These condensed consolidated interim financial statements do not include all the information required for full annual audited financial statements and should be read in conjunction with the audited financial statements of the Bank as at and for the year ended 31 December 2013, which have been prepared in accordance with International Financial Reporting Standards (IFRSs) as issued by International Accounting Standards Board (“IASB”) and applicable requirements of the federal laws relating to Islamic banking.

These condensed consolidated interim financial statements have been prepared in United Arab Emirates Dirham (AED) rounded to nearest thousand, which is the Bank’s functional currency.

3. Significant accounting policies

3.1 The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the Bank’s audited financial statements as at and for the year ended 31 December 2013.

3.2 *Financial risk management*

The Bank’s financial risk management objectives, policies and procedures are consistent with those disclosed in the audited financial statements as at and for the year ended 31 December 2013.

3.3 *Financial assets and liabilities*

The accounting policies, classifications and measurement principles for financial assets and liabilities applied by the Bank in these condensed consolidated interim financial statements are the same as those applied by the Bank in its audited financial statements as at and for the year ended 31 December 2013.

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

4. Key accounting estimates and judgements

The preparation of these condensed consolidated interim financial statements requires management to make estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Such estimates are necessarily based on assumptions about several factors involving varying degrees of judgement and uncertainty, and actual results may therefore differ as a result of future changes in these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the Bank's accounting policies and the key sources of estimation and uncertainty were the same as those applied to the audited financial statements as at and for the year ended 31 December 2013.

5. Classes and categories of financial instruments

Fair value of financial assets and financial liabilities disclosed in these financial statements are not significantly different from their carrying values. The table below sets out the Group's classification of each class of financial assets and liabilities.

At 30 June 2014	Available for sale AED '000	Others at amortised cost AED '000
Financial assets		
Cash and balances with the Central Bank of UAE and other banks	-	385,117
Wakala deposits with banks and other financial institutions	-	621,016
Investments in Islamic financing and investment products	-	6,972,030
Investment securities	379,754	122,242
Other assets	-	235,127
	<u>379,754</u>	<u>8,335,532</u>
Financial liabilities		
Customers' deposits	-	6,199,504
Due to banks	-	1,232,513
Other liabilities	-	300,486
	-	<u>7,732,503</u>
At 31 December 2013	Available for sale AED '000	Others at amortised cost AED '000
Financial assets		
Cash and balances with the Central Bank of UAE and other banks	-	328,131
Wakala deposits with banks and other financial institutions	-	160,121
Investments in Islamic financing and investment products	-	5,783,208
Investment securities	487,832	10,000
Other assets	-	231,009
	<u>487,832</u>	<u>6,512,469</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed

(Continued)

5. Classes and categories of financial instruments (continued)

At 31 December 2013	Available for sale AED '000	Others at amortised cost AED '000
Financial liabilities		
Customers' deposits	-	5,479,093
Due to banks	-	344,870
Other liabilities	-	229,700
	-----	-----
	-	6,053,663
	=====	=====

6. Cash and balances with the Central Bank of UAE and other banks

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Cash and balances with the Central Bank of UAE	323,003	316,850
Balances with other banks	62,114	11,281
	-----	-----
	385,117	328,131
Wakala deposits with banks and other financial institutions	621,016	-
Less: Statutory deposit with the Central Bank of UAE	(256,398)	(226,746)
	-----	-----
Cash and cash equivalents	749,735	101,385
	=====	=====

7. Investments in Islamic financing and investment products

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Murabaha financing and Wakala Murabaha financing	2,419,727	1,802,865
Musharaka financing	62,200	137,782
Ijarah financing	3,377,178	2,815,773
Mudaraba	1,231,582	1,117,206
Credit cards	22,691	17,879
	-----	-----
	7,113,378	5,891,505
Less: Provision for impairment losses (note 7.1)	(141,348)	(108,297)
	-----	-----
	6,972,030	5,783,208
	=====	=====

7.1 Movement of provision for impairment losses

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
<i>Specific</i>		
At 1 January	57,388	34,024
Charge for the period / year	10,589	36,655
Write-offs	(20)	(13,291)
	-----	-----
At reporting date	67,957	57,388
	-----	-----

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

7. Investments in Islamic financing and investment products (continued)

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
<i>Collective</i>		
At 1 January	50,909	24,885
Charge for the period / year	22,482	26,024
At reporting date	73,391	50,909
Total specific and collective provision	141,348	108,297

8. Investment securities

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Held to maturity - sukuks (note 8.1)	122,242	10,000
Available for sale – listed sukuks	379,754	487,832
	501,996	497,832

- 8.1 At 30 June 2014, the fair value of the sukuks held to maturity was AED 122.2 million (31 December 2013: AED 10 million) and the Bank expects to recover cash flows of AED 120.2 million (31 December 2013: AED 10 million) from the redemption on their respective maturities.

9. Fair value hierarchy

The financial assets measured at fair value are set out below:

Financial assets	Level 1 AED'000	Level 2 AED'000	Level 3 AED'000	Total AED'000
At 30 June 14				
Investment securities at AFS	379,754	-	-	379,754
At 31 December 2013				
Investment securities at AFS	487,232	-	-	487,232
Non-Financial assets				
Investment property				
At 30 June 2014	-	-	49,961	49,961
At 31 December 2013	-	-	49,961	49,961

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed

(Continued)

10. Investment property

The carrying amount of investment property is the fair value of the property as determined by a registered independent appraiser in the recent appraisal, having an appropriate recognised professional qualification and recent experience in the location and category of the property being valued.

11. Other assets

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Accrued income on investments in Islamic financing and investment products	37,954	36,332
Accrued income on investment securities	4,692	5,273
Prepaid rent	12,588	9,975
Staff advances	7,913	6,318
Acceptances	113,675	154,918
Other	58,305	18,193
	<u>235,127</u>	<u>231,009</u>

12. Customers' deposits

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
<i>Mudarba deposits:</i>		
Current accounts	1,088,130	940,117
Savings accounts	112,268	96,209
Term deposits	113,894	95,566
	<u>1,314,292</u>	<u>1,131,892</u>
Wakala deposits	4,780,167	4,241,803
Escrow accounts	57,353	64,393
Margin accounts	47,692	41,005
	<u>6,199,504</u>	<u>5,479,093</u>

13. Other liabilities

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Accrued profit on customers' deposits and placements by banks	29,045	20,921
Managers' cheques	111,229	26,307
Acceptances	113,675	154,918
Other liabilities	46,537	27,554
	<u>300,486</u>	<u>229,700</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

14. Share capital

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
<i>Authorised, issued and fully paid:</i>		
1,000,000,000 (31 December 2013: 1,000,000,000) shares of AED 1 each	<u>1,000,000</u>	<u>1,000,000</u>

15. Income from investments in Islamic financing and investment products

	Reviewed Three month period ended 30 June 2014 AED'000	Reviewed Three month period ended 30 June 2013 AED'000	Reviewed Six month period ended 30 June 2014 AED'000	Reviewed Six month period ended 30 June 2013 AED'000
Income from Wakala Deposits with banks	1,637	1,578	3,527	2,388
Income from Murabaha financing transactions	31,195	24,455	57,433	43,886
Income from Ijarah financing	37,629	22,412	71,726	48,302
Income from Mudaraba financing	14,401	10,765	28,656	22,938
Income from Musharaka financing	891	1,643	1,990	3,372
	<u>85,753</u>	<u>60,853</u>	<u>163,332</u>	<u>120,886</u>

16. Staff costs

	Reviewed Three month period ended 30 June 2014 AED'000	Reviewed Three month period ended 30 June 2013 AED'000	Reviewed Six month period ended 30 June 2014 AED'000	Reviewed Six month period ended 30 June 2013 AED'000
Salaries and allowances	23,295	20,614	45,920	39,046
Other staff related cost	11,836	7,896	25,651	18,303
	<u>35,131</u>	<u>28,510</u>	<u>71,571</u>	<u>57,349</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

17. General and administrative expenses

	Reviewed Three month period ended 30 June 2014 AED'000	Reviewed Three month period ended 30 June 2013 AED'000	Reviewed Six month period ended 30 June 2014 AED'000	Reviewed Six month period ended 30 June 2013 AED'000
Rental expenses	3,592	3,041	7,464	6,187
Marketing, design and product development	1,635	2,156	2,190	3,254
Software license	1,097	460	1,987	974
Security services including cash in transit services	734	726	1,460	1,357
Consultancy expenses	193	46	408	150
Others	4,211	4,407	9,694	8,534
	<u>11,462</u>	<u>10,836</u>	<u>23,203</u>	<u>20,456</u>

18. Earnings per share - basic

The calculation of earnings per share for the six month period ended 30 June 2014 is based on profit of AED 24,522 thousand (30 June 2013: AED 13,265) divided by the weighted average number of shares of 1,000,000,000 (30 June 2013: 1,000,000,000 shares) outstanding during the period.

19. Related parties

Related parties comprise shareholders, directors and key management personnel, as well as businesses controlled by shareholders, directors and key management personnel and businesses over which they exercise significant influence. Following are other transactions and balances with related parties on mutually agreed terms:

Transactions

Transactions with related parties are shown below:

Three month period ended	30 June 2014 – Reviewed			30 June 2013 – Reviewed		
	Major shareholders AED'000	Director and other related parties AED'000	Total AED'000	Major shareholders AED'000	Director and other related parties AED'000	Total AED'000
Depositors' share of profit	<u>2,086</u>	<u>7,159</u>	<u>9,245</u>	<u>1,323</u>	<u>6,869</u>	<u>8,192</u>
Income from Investment in Islamic financing and investment products	<u>-</u>	<u>7,232</u>	<u>7,232</u>	<u>-</u>	<u>7,530</u>	<u>7,530</u>
Rental expenses	<u>-</u>	<u>960</u>	<u>960</u>	<u>-</u>	<u>716</u>	<u>716</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

19. Related parties (continued)

Transactions (continued)

Six month period ended	30 June 2014 - Reviewed			30 June 2013 – Reviewed		
	Major shareholders AED	Director and other related parties AED	Total AED	Major shareholders AED	Director and other related parties AED	Total AED
Depositors' share of profit	3,680	14,762	18,442	2,561	15,495	18,056
Income from Investment in Islamic financing and investment products	-	13,379	13,379	-	14,934	14,934
Rental expenses	-	1,920	1,920	-	1,424	1,424

Balances

Balances with related parties at the reporting date are shown below:

	30 June 2014 - Reviewed			31 December 2013 – Audited		
	Major shareholders AED'000	Director and other related parties AED'000	Total AED'000	Major Shareholders AED'000	Director and other related parties AED'000	Total AED'000
Investments in Islamic financing and investment products	-	699,128	699,128	-	721,109	721,109
Customers' deposits	358	1,845,720	1,846,078	350,827	1,141,817	1,492,644

Compensation of directors and management personnel

Key management compensation is as shown below:

	Reviewed Three month period ended 30 June 2014 AED'000	Reviewed Three month period ended 30 June 2013 AED'000	Reviewed Six month period ended 30 June 2014 AED'000	Reviewed Six month period ended 30 June 2013 AED'000
Short term employment benefits	3,568	3,213	6,825	6,300
Terminal benefits	258	191	448	351
	<u>3,826</u>	<u>3,404</u>	<u>7,273</u>	<u>6,651</u>
Directors' remuneration	<u>90</u>	<u>65</u>	<u>245</u>	<u>218</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

20. Contingencies and commitments

Capital commitments

At 30 June 2014, the Bank had outstanding capital commitments of AED 4.4 million (31 December 2013: AED 3.3 million), which will be funded within the next one year.

Credit related commitments and contingencies

Credit related commitments include commitments to extend credit which are designed to meet the requirements of the Bank's customers.

At 30 June 2014, the Bank had the following credit related commitments and contingent liabilities:

	Reviewed 30 June 2014 AED'000	Audited 31 December 2013 AED'000
Commitments to extend credit	784,471	360,197
Letters of credit	159,637	88,073
Letters of guarantee	301,721	284,799
	<u>1,245,829</u>	<u>733,069</u>
Promise to purchase foreign currency	258,161	220,579
	<u>1,503,990</u>	<u>953,648</u>

21. Segment analysis

Segment results of operations

The segment information provided to the Board for the reportable segments are as follows:

Six month period ended 30 June 2014	Retail banking AED'000	Corporate banking AED'000	Treasury AED'000	Others AED'000	Total AED'000
Net income from Islamic financing and investment products	25,550	85,240	4,675	-	115,465
Income from investment securities	-	-	16,494	-	16,494
Impairment charges for Islamic financing and investment products	(9,752)	(23,892)	(822)	-	(34,466)
Net fee and other income	9,292	13,269	5,767	455	28,783
Staff cost	(26,702)	(8,494)	(1,714)	(34,661)	(71,571)
General and administrative expenses	(9,991)	(1,184)	-	(12,028)	(23,203)
Depreciation	-	-	-	(6,980)	(6,980)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Operating (loss) / profit - Reviewed	<u>(11,603)</u>	<u>64,939</u>	<u>24,400</u>	<u>(53,214)</u>	<u>24,522</u>
Total assets - Reviewed	<u>1,346,076</u>	<u>5,564,175</u>	<u>1,184,791</u>	<u>710,362</u>	<u>8,805,404</u>
Total liabilities - Reviewed	<u>1,224,741</u>	<u>5,565,036</u>	<u>586,374</u>	<u>356,352</u>	<u>7,732,503</u>

Ajman Bank PJSC

Notes to the condensed consolidated interim financial statements – Reviewed (Continued)

20. Segment analysis (continued)

Six month period ended 30 June 2013	Retail banking AED'000	Corporate banking AED'000	Treasury AED'000	Others AED'000	Total AED'000
Net income from investment in Islamic financing and investment products	15,146	59,221	5,643	-	80,010
Income from investment securities	-	-	19,686	-	19,686
Impairment charges for Islamic financing and investment products	(8,122)	(13,170)	-	-	(21,292)
Net fee and commission income	5,404	12,112	2,757	-	20,273
Staff cost	(17,130)	(7,180)	(1,776)	(31,263)	(57,349)
General and administrative expenses	(9,336)	(1,140)	-	(9,680)	(20,156)
Depreciation	-	-	-	(7,607)	(7,607)
Operating (loss) / profit – Reviewed	(14,038)	49,843	26,310	(48,550)	13,565
Total assets as at 31 Dec 2013 - Audited	785,222	4,554,654	1,101,284	651,472	7,092,632
Total liabilities as at 31 Dec 2013 - Audited	657,374	4,556,587	610,002	229,700	6,053,663

22. Subsidiaries

Special purpose entities (“SPE”) consolidated by the Bank based on an assessment of control are as follows:

<u>Name of entity</u>	<u>Nature of entity</u>
Ajman Assets Management	SPE for trading purposes
Ajman Capital Investment	SPE for investment purposes
Ajman Development	SPE for trading purposes

The above SPEs were registered in the free zone authority of Ajman in the name of Ajman Government. During the period the Bank has placed AED 73.5 million into the Ajman Assets Management and AED 212.6 million into the Ajman Development and these placements are further invested by these SPEs in Islamic institutions/investments.