



FIMBANK

Company Announcement

The following is a Company Announcement by FIMBank p.l.c. (“**FIMBank**” or the “**Bank**”) pursuant to the Malta Financial Services Authority Listing Rule 5.16 and 5.54:

Quote

The Board of Directors of FIMBank met in Malta on 15 March 2016 to approve the Consolidated Audited Financial Statements for the financial year ended 31 December 2015. A Preliminary Statement of Results for the financial year ended 31 December 2015 is attached to this Company Announcement and has been made available for public viewing on the Company’s website at www.fimbank.com.

The Board of Directors resolved that the Consolidated Audited Financial Statements be submitted for approval by the shareholders at the forthcoming Annual General Meeting to be held in Malta on 10 May 2016. At the General Meeting, the Board of Directors will not be recommending a dividend, however subject to Regulator’s approval, the Board will instead be recommending a 1 for 25 Bonus Issue of Ordinary Shares by way of capitalisation of the Share Premium Account.

Unquote

Andrea Batelli
Company Secretary

15 March 2016

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Company Registration Number: C17003

FIMBank p.l.c. is regulated by the Malta Financial Services Authority and listed on the Malta Stock Exchange.

Preliminary statement of annual results

For the year ended 31 December 2015

general

The Preliminary Statement of Annual Results is published in terms of Malta Financial Services Authority Listing Rules 5.16 and 5.54. Figures have been extracted from FIMBank p.l.c.'s Audited Financial Statements for the financial year ended 31 December 2015, as approved by the Board of Directors on 15 March 2016 and as agreed to, with the auditors KPMG. The Financial Statements refer to the consolidated accounts of the FIMBank Group (the "Group"), comprising FIMBank p.l.c. (the "Bank") and its subsidiaries London Forfaiting Company Limited ("LFC"), India Factoring and Finance Solutions Private Limited ("India Factoring"), Menafactors Limited ("Menafactors"), FIM Holdings (Chile) S.p.A. ("FHC"), FIMFactors B.V. ("FIMFactors"), FactorRus LLC ("FactorRus"), FIM Business Solutions Limited ("FBS") and FIM Property Investment Limited ("FPI"). Coverage is also given to the associated undertakings BRASILFACTORS S.A. ("Brasifactors"), Levant Factors S.A.L., and The Egyptian Company for Factoring S.A.E. ("Egypt Factors").

review of performance

The consolidation strategy adopted in 2015 has started to yield its desired results. Following the most difficult year in the Group's history, the year under review necessitated stability to the business, reinforcement of the governance and risk structures and the gradual re-building of the portfolios to a sustainable level. Through the implementation of a number of measures and initiatives, the Group succeeded in curtailing the substantial impairments which marred the 2014 performance, whilst at the same time creating a revenue platform to generate value going forward. This period was also marked by the incurrance of a number of non-recurring expenses which pushed operating expenses beyond the prior year levels. Through an ongoing streamlining of the international factoring strategy, the different factoring businesses in Malta and abroad are now aligned towards a common objective. More focus was given to the structuring of transactions to ensure it remains robust and provides additional comfort beyond the recourse to the borrower's cash flows. Aided by a strengthened leadership team and governance structures, the Group intensified its effort to maximise its resource potential, including a review of certain staff positions, enhanced cost management processes and better utilisation of its office utilisation across the different Group entities.

For the year ended 31 December 2015, the Group registered a loss of USD7.1 million compared to a loss of USD45.2 million in 2014. The Group results for the period under review are summarised in the table below which should be read in conjunction with the explanatory commentary that follows:

| | 2015 USD | 2014 USD |
|---|--------------|--------------|
| Net interest income | 29,597,317 | 28,370,349 |
| Net fee and commission income | 14,554,833 | 20,760,551 |
| Net results from foreign currency operations | 3,166,359 | 3,019,067 |
| Other operating income | 3,584,148 | 1,770,830 |
| Net operating results | 50,902,657 | 53,920,797 |
| Net impairment losses | (10,331,801) | (50,724,723) |
| Net losses from trading assets and other financial instruments | (4,829,213) | (7,965,393) |
| Net fair value gain on previously held investment in associates | - | 3,196,543 |
| Share of loss of associates | (805,800) | (3,175,580) |
| Net income | 34,935,843 | (4,748,356) |
| Operating expenses | (46,984,060) | (39,771,657) |
| Adjustments to goodwill | - | (8,910,609) |
| Loss before income tax | (12,048,217) | (53,430,622) |
| Taxation | 7,470,653 | 14,501,833 |
| Loss on continuing operations | (4,577,564) | (38,928,789) |
| Loss on discontinuing operations | (2,554,378) | (6,298,209) |
| Loss for the year | (7,131,942) | (45,226,998) |

Net income for 2015 stood at USD34.9 million compared to a loss of USD4.7 million in the prior year. During 2015, net interest income was higher by 4% from USD28.4 million to USD29.6 million. Similar improvements over 2015 were noted in foreign currency operations and other operating income which were offset by a significantly lower level of fee income from trading assets and documentary credits. Net impairments decreased by 80%, at USD10.3 million compared to USD50.7 million in 2014 - mainly due to additional provisions which were partly offset by release of prior year provisions as a result of recoveries on provided accounts. The equity-accounted investees in Egypt and Brazil also returned improved results, albeit negative, improving from the USD3.2 million loss in 2014 to USD0.8 million in 2015. Operating expenses increased by USD7.2 million to USD47.0 million, mainly due to a number of nonrecurring items

At 31 December 2015, total Consolidated Assets stood at USD1.44 billion, a marginal increase of 2% over the USD1.41 billion reported at end 2014. Increases in asset positions were noted in the trading book managed by the UK subsidiary LFC, in the short-term treasury-bill book as a result of new liquidity requirements as well as an increase in the Group's participation in an existing trade-finance fund. These increases were compensated by lower loans and advances to banks and to customers, largely reflecting the re-alignment of the various Group's portfolios to the business consolidation strategy and the conversion of short-term bank balances to higher yielding instruments in the available-for-sale portfolio.

Total Consolidated Liabilities as at 31 December 2015 stood at USD1.27 billion, up by 3.5% from USD1.23 billion in 2014. Decreases in amounts to customers were largely compensated by increases in bank loans and deposits and debt securities issued by the Bank and LFC. At 31 December 2015, the Group is carrying a new USD50 million subordinated loan from Burgan Bank, which loan qualifies as Tier 2 capital under the CRD IV regime. Total equity attributable to the equity holders of the Bank as at financial reporting date decreased by USD11 million to USD149 million reflecting the loss for the year and net adverse movements in currency translation.

Group Commitments, consisting mainly of confirmed letters of credit, documentary credits, commitments to purchase forfeiting assets and factoring commitments stood at USD150 million while contingent liabilities, principally consisting of outstanding guarantee obligations, stood at USD10 million.

outlook for 2016

For the forthcoming year, the Group is encouraged by the positive performance registered during the second half of 2015 and is expected to maintain this trend. A challenging macro-economic outlook driven by weaknesses in commodity prices and emerging markets could pose external risks to the business and will exert more pressure on the Group to diversify the target sectors to rebalance and rebuild its different portfolios. The key pillars of the turnaround will remain at the heart of the Group's operations - an improved origination strategy across its various product offerings, a more harmonised global factoring strategy, continued focus to asset quality and loan recovery management, as well as cost efficiencies and resource optimisation. This will allow FIMBank to respond with agility to the changes in economic cycles across its different geographical presences and to reposition itself as a growing profitable institution, through adequate returns and value creation to all its stakeholders.

dividends and reserves

The Directors will not be recommending the payment of a dividend to the Annual General Meeting of shareholders (2014: Nil) but, subject to Regulators' approval, will instead be recommending a 1 for 25 Bonus Issue of Ordinary Shares by way of capitalisation of the Share Premium Account. Shareholders on the Register at the Central Securities Depository of the Malta Stock Exchange on 10th April 2016 (the 'Record Date', i.e. last trading date being 8th April 2016) will be entitled to receive the bonus shares.

income statements

For the year ended 31 December 2015

| | Group | | Bank | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| Interest income | 52,518,625 | 50,754,658 | 25,024,359 | 28,392,379 |
| Interest expense | (22,921,308) | (22,384,309) | (13,069,821) | (13,742,561) |
| Net interest income | 29,597,317 | 28,370,349 | 11,954,538 | 14,649,818 |
| Fee and commission income | 19,719,218 | 25,598,298 | 11,657,912 | 15,617,702 |
| Fee and commission expense | (5,164,385) | (4,837,747) | (2,515,148) | (2,022,658) |
| Net fee and commission income | 14,554,833 | 20,760,551 | 9,142,764 | 13,595,044 |
| Net trading results | 1,008,618 | (6,524,673) | 5,186,999 | 1,769,718 |
| Net gain from other financial instruments carried at fair value | (2,671,472) | 1,578,347 | (2,627,182) | 1,655,071 |
| Net fair value gains on previously-held investments in associates | - | 3,196,543 | - | - |
| Dividend income | 3,324,960 | 1,523,364 | 3,324,960 | 1,523,364 |
| Other operating income | 259,188 | 247,466 | 5,201 | 27,441 |
| Operating income before net impairment | 46,073,444 | 49,151,947 | 26,987,280 | 33,220,456 |
| Net impairment loss on financial assets | (10,331,801) | (50,724,723) | (11,093,560) | (63,921,856) |
| Operating income/(loss) | 35,741,643 | (1,572,776) | 15,893,720 | (30,701,400) |
| Administrative expenses | (43,991,588) | (37,695,755) | (28,012,370) | (25,114,822) |
| Depreciation and amortisation | (2,992,472) | (2,741,117) | (915,049) | (880,693) |
| Provisions | - | 665,215 | - | - |
| Impairment to goodwill | - | (8,910,609) | - | - |
| Total operating expenses | (46,984,060) | (48,682,266) | (28,927,419) | (25,995,515) |
| Operating loss | (11,242,417) | (50,255,042) | (13,033,699) | (56,696,915) |
| Share of results of associates (net of tax) | (805,800) | (3,175,580) | - | - |
| Loss before tax | (12,048,217) | (53,430,622) | (13,033,699) | (56,696,915) |
| Taxation | 7,470,653 | 14,501,833 | 7,112,303 | 6,458,782 |
| Loss from continuing operations | (4,577,564) | (38,928,789) | (5,921,396) | (50,238,133) |
| Loss on discontinued operations | (2,554,378) | (6,298,209) | - | - |
| Loss for the year | (7,131,942) | (45,226,998) | (5,921,396) | (50,238,133) |
| Attributable to: | | | | |
| Equity holders of the bank | (6,389,807) | (38,559,073) | (5,921,396) | (50,238,133) |
| Non-controlling interests | (742,135) | (6,667,925) | - | - |
| Loss for the year | (7,131,942) | (45,226,998) | (5,921,396) | (50,238,133) |
| Loss per share | | | | |
| Basic loss per share (US cents) | (2.21) | (15.19) | (2.05) | (19.79) |
| Diluted loss per share (US cents) | (2.21) | (15.18) | (2.05) | (19.78) |
| Loss per share – continuing operations | | | | |
| Basic loss per share (US cents) | (1.45) | (13.13) | (2.05) | (19.79) |
| Diluted loss per share (US cents) | (1.45) | (13.12) | (2.05) | (19.78) |

statements of profit or loss and other comprehensive income

For the year ended 31 December 2015

| | Group | | Bank | |
|---|---------------------|---------------------|--------------------|---------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| Loss for the year | (7,131,942) | (45,226,998) | (5,921,396) | (50,238,133) |
| Other comprehensive income: | | | | |
| <i>Items that are, or may be, reclassified to profit or loss</i> | | | | |
| Foreign currency translation differences for foreign operations: | | | | |
| - reclassified to profit or loss | - | 5,066,657 | - | - |
| - other | (4,674,293) | 315,151 | - | - |
| Fair value reserve (available-for-sale financial assets), net of deferred tax | 379,814 | (948,704) | 379,814 | (948,704) |
| Total comprehensive income for the year | (11,426,421) | (40,793,894) | (5,541,582) | (51,186,837) |
| Attributable to: | | | | |
| Equity holders of the bank | (10,684,286) | (34,125,969) | (5,541,582) | (51,186,837) |
| Non-controlling interests | (742,135) | (6,667,925) | - | - |
| Total comprehensive income for the year | (11,426,421) | (40,793,894) | (5,541,582) | (51,186,837) |

statements of financial position

As at 31 December 2015

| | Group | | Bank | |
|--|----------------------|----------------------|----------------------|----------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| ASSETS | | | | |
| Balances with the Central Bank of Malta, | | | | |
| Treasury Bills and cash | 77,432,606 | 7,824,096 | 77,413,470 | 7,804,628 |
| Trading assets | 355,063,998 | 262,856,375 | - | - |
| Derivative assets held for risk management | 1,139,090 | 2,549,893 | 1,142,952 | 2,570,036 |
| Financial assets designated at fair value | | | | |
| through profit or loss | 17,741,000 | 18,000,000 | 17,741,000 | 18,000,000 |
| Loans and advances to banks | 223,189,558 | 430,655,699 | 212,123,584 | 423,146,523 |
| Loans and advances to customers | 388,951,224 | 549,441,138 | 567,176,993 | 635,248,176 |
| Investments available-for-sale | 274,049,316 | 30,104,393 | 274,048,615 | 30,103,691 |
| Investments held-to-maturity | 7,476,940 | 7,116,353 | 7,476,940 | 7,116,353 |
| Investments in associates | 1,317,118 | 2,821,670 | 305,641 | 6,013,425 |
| Investments in subsidiaries | - | - | 84,678,486 | 61,278,380 |
| Non-current assets held for sale | 1,027,794 | 7,838,274 | - | - |
| Property and equipment | 33,134,984 | 38,399,474 | 1,749,101 | 2,065,906 |
| Investment property | 3,804,004 | - | - | - |
| Intangible assets and goodwill | 8,564,596 | 9,164,624 | 1,078,027 | 1,070,658 |
| Current tax assets | 2,554,970 | 428,220 | - | - |
| Deferred taxation | 40,568,247 | 33,912,048 | 22,535,293 | 15,594,796 |
| Other assets | 3,250,235 | 4,480,300 | 1,852,600 | 2,297,271 |
| Prepayments and accrued income | 4,639,766 | 4,382,860 | 3,993,887 | 3,752,521 |
| Total assets | 1,443,905,446 | 1,409,975,417 | 1,273,316,589 | 1,216,062,364 |
| LIABILITIES AND EQUITY | | | | |
| Liabilities | | | | |
| Derivative liabilities held for risk management | 917,114 | 3,606,718 | 921,237 | 1,606,718 |
| Amounts owed to banks | 729,941,157 | 670,768,692 | 665,277,976 | 580,466,522 |
| Amounts owed to customers | 422,077,303 | 523,848,225 | 405,611,504 | 496,006,520 |
| Debt securities in issue | 45,646,755 | 10,599,196 | 20,000,000 | - |
| Subordinated liabilities | 50,000,000 | - | 50,000,000 | - |
| Liabilities associated with non-current | | | | |
| assets held for sale | 165,762 | 249,502 | - | - |
| Current tax liabilities | - | - | - | 1,456,521 |
| Other liabilities | 135,830 | 2,398,693 | 135,830 | 2,398,694 |
| Accruals and deferred income | 20,101,911 | 14,106,979 | 7,373,994 | 4,589,759 |
| Total liabilities | 1,268,985,832 | 1,225,578,005 | 1,149,320,541 | 1,086,524,734 |
| Equity | | | | |
| Share capital | 149,268,322 | 135,698,296 | 149,268,322 | 135,698,296 |
| Share premium | 8,072,276 | 21,642,302 | 8,072,276 | 21,642,302 |
| Reserve for general banking risks | 1,000,027 | 415,293 | 1,000,027 | 415,293 |
| Currency translation reserve | (5,690,377) | (1,016,084) | - | - |
| Fair value reserve | (409,528) | (789,342) | (409,528) | (789,342) |
| Other reserve | 2,486,644 | 681,041 | 2,681,041 | 2,681,041 |
| (Accumulated losses)/retained earnings | (5,644,809) | 3,919,616 | (36,616,090) | (30,109,960) |
| Total equity attributable to equity holders of the bank | 149,082,555 | 160,551,122 | 123,996,048 | 129,537,630 |
| Non-controlling interests | 25,837,059 | 23,846,290 | - | - |
| Total equity | 174,919,614 | 184,397,412 | 123,996,048 | 129,537,630 |
| Total liabilities and equity | 1,443,905,446 | 1,409,975,417 | 1,273,316,589 | 1,216,062,364 |

statements of financial position

As at 31 December 2015

| | Group | | Bank | |
|-------------------------|--------------------|--------------------|--------------------|--------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| MEMORANDUM ITEMS | | | | |
| Contingent liabilities | 10,422,946 | 21,472,543 | 37,002,036 | 31,805,224 |
| Commitments | 149,958,903 | 171,073,506 | 117,122,920 | 157,125,360 |

statements of changes in equity

For the year ended 31 December 2015

Group

Attributable to equity shareholders of the Bank

| | Share capital USD | Share premium USD | Reserve for general banking risks USD | Currency translation reserve USD | Fair value reserve USD | Other reserve USD | Retained earnings/ (accumulated losses) USD | Total USD | Non-controlling interests USD | Total equity USD |
|---|----------------------|----------------------|--|-------------------------------------|---------------------------|----------------------|---|---------------------|----------------------------------|---------------------|
| At 1 January 2015 | 135,698,296 | 21,642,302 | 415,293 | (1,016,084) | (789,342) | 681,041 | 3,919,616 | 160,551,122 | 23,846,290 | 184,397,412 |
| Total comprehensive income | | | | | | | | | | |
| <i>Comprehensive income for the year</i> | | | | | | | | | | |
| Loss for the year | - | - | - | - | - | - | (6,389,807) | (6,389,807) | (742,135) | (7,131,942) |
| <i>Other comprehensive income</i> | | | | | | | | | | |
| Change in fair value of available-for-sale assets | - | - | - | - | 379,814 | - | - | 379,814 | - | 379,814 |
| Currency translation reserve | - | - | - | (4,674,293) | - | - | - | (4,674,293) | 118,998 | (4,555,295) |
| Total comprehensive income | - | - | - | (4,674,293) | 379,814 | - | (6,389,807) | (10,684,286) | (623,137) | (11,307,423) |
| Transactions with owners of the Bank | | | | | | | | | | |
| <i>Contributions and distributions</i> | | | | | | | | | | |
| Bonus issue of shares | 13,570,026 | (13,570,026) | - | - | - | - | - | - | - | - |
| Share issue costs by subsidiary undertaking | - | - | - | - | - | (194,397) | - | (194,397) | - | (194,397) |
| <i>Changes in ownership interests</i> | | | | | | | | | | |
| Change in non-controlling interests at subsidiaries | - | - | - | - | - | - | - | - | 1,530,061 | 1,530,061 |
| Acquisition of non-controlling interests | - | - | - | - | - | - | (2,589,884) | (2,589,884) | 1,083,845 | (1,506,039) |
| Put options exercised by non-controlling interests | - | - | - | - | - | 2,000,000 | - | 2,000,000 | - | 2,000,000 |
| Total transactions with owners of the Bank | 13,570,026 | (13,570,026) | - | - | - | 1,805,603 | (2,589,884) | (784,281) | 2,613,906 | 1,829,625 |
| Transfer to reserve for general banking risks | - | - | 584,734 | - | - | - | (584,734) | - | - | - |
| As at 31 December 2015 | 149,268,322 | 8,072,276 | 1,000,027 | (5,690,377) | (409,528) | 2,486,644 | (5,644,809) | 149,082,555 | 25,837,059 | 174,919,614 |

statements of changes in equity

For the year ended 31 December 2015

Group

Attributable to equity shareholders of the Bank

| | Share capital USD | Share premium USD | Reserve for general banking risks USD | Currency translation reserve USD | Fair value reserve USD | Other reserve USD | Retained earnings USD | Total USD | Non-controlling interests USD | Total equity USD |
|--|----------------------|----------------------|--|-------------------------------------|---------------------------|----------------------|--------------------------|---------------------|----------------------------------|---------------------|
| At 1 January 2014 | 89,599,085 | 19,820,564 | 80,893 | (6,397,892) | 159,362 | 2,681,041 | 42,813,089 | 148,756,142 | - | 148,756,142 |
| Total comprehensive income | | | | | | | | | | |
| <i>Comprehensive income for the year</i> | | | | | | | | | | |
| Loss for the year | - | - | - | - | - | - | (38,559,073) | (38,559,073) | (6,667,925) | (45,226,998) |
| <i>Other comprehensive income</i> | | | | | | | | | | |
| Change in fair value of available-for-sale assets | - | - | - | - | (948,704) | - | - | (948,704) | - | (948,704) |
| Currency translation reserve | - | - | - | 5,381,808 | - | - | - | 5,381,808 | (162,953) | 5,218,855 |
| Total comprehensive income | - | - | - | 5,381,808 | (948,704) | - | (38,559,073) | (34,125,969) | (6,830,878) | (40,956,847) |
| Transactions with owners of the Bank | | | | | | | | | | |
| <i>Contributions and distributions</i> | | | | | | | | | | |
| Issue of new shares, net of transaction costs | 37,030,443 | 10,736,615 | - | - | - | - | - | 47,767,058 | - | 47,767,058 |
| Bonus issue of shares | 8,969,968 | (8,969,968) | - | - | - | - | - | - | - | - |
| Exercise of share options | 98,800 | 55,091 | - | - | - | - | - | 153,891 | - | 153,891 |
| <i>Changes in ownership interests</i> | | | | | | | | | | |
| Acquisition of subsidiary with non-controlling interests | - | - | - | - | - | - | - | - | 21,881,268 | 21,881,268 |
| Acquisition of non-controlling interests | - | - | - | - | - | - | - | - | 8,795,900 | 8,795,900 |
| Put option exercised by non-controlling interests | - | - | - | - | - | (2,000,000) | - | (2,000,000) | - | (2,000,000) |
| Total transactions with owners of the Bank | 46,099,211 | 1,821,738 | - | - | - | (2,000,000) | - | 45,920,949 | 30,677,168 | 76,598,117 |
| Transfer to reserve for general banking risks | - | - | 334,400 | - | - | - | (334,400) | - | - | - |
| As at 31 December 2014 | 135,698,296 | 21,642,302 | 415,293 | (1,016,084) | (789,342) | 681,041 | 3,919,616 | 160,551,122 | 23,846,290 | 184,397,412 |

statements of changes in equity

For the year ended 31 December 2015

Bank

| | Share capital | Share premium | Reserve for general banking risks | Fair value reserve | Other reserve | Accumulated losses | Total |
|---|--------------------|---------------------|--|-----------------------|------------------|-----------------------|--------------------|
| | USD | USD | USD | USD | USD | USD | USD |
| At 1 January 2015 | 135,698,296 | 21,642,302 | 415,293 | (789,342) | 2,681,041 | (30,109,960) | 129,537,630 |
| Total comprehensive income | | | | | | | |
| <i>Total comprehensive income for the year</i> | | | | | | | |
| Loss for the year | - | - | - | - | - | (5,921,396) | (5,921,396) |
| <i>Other comprehensive income</i> | | | | | | | |
| Change in fair value of available-for-sale assets | - | - | - | 379,814 | - | - | 379,814 |
| Total comprehensive income | - | - | - | 379,814 | - | (5,921,396) | (5,541,582) |
| Transactions with owners of the Bank | | | | | | | |
| <i>Contributions and distributions</i> | | | | | | | |
| Bonus issue of shares | 13,570,026 | (13,570,026) | - | - | - | - | - |
| Total transactions with owners of the Bank | 13,570,026 | (13,570,026) | - | - | - | - | - |
| Transfer to reserve for general banking risks | - | - | 584,734 | - | - | (584,734) | - |
| As at 31 December 2015 | 149,268,322 | 8,072,276 | 1,000,027 | (409,528) | 2,681,041 | (36,616,090) | 123,996,048 |

statements of changes in equity

For the year ended 31 December 2015

Bank

| | Share capital | Share premium | Reserve for general banking risks | Fair value reserve | Other reserve | Retained earnings/ (accumulated losses) | Total |
|---|--------------------|-------------------|-----------------------------------|--------------------|------------------|---|---------------------|
| | USD | USD | USD | USD | USD | USD | USD |
| At 1 January 2014 | 89,599,085 | 19,820,564 | 80,893 | 159,362 | 2,681,041 | 20,462,573 | 132,803,518 |
| Total comprehensive income | | | | | | | |
| <i>Total comprehensive income for the year</i> | | | | | | | |
| Loss for the year | - | - | - | - | - | (50,238,133) | (50,238,133) |
| <i>Other comprehensive income</i> | | | | | | | |
| Change in fair value of available-for-sale assets | - | - | - | (948,704) | - | - | (948,704) |
| Total comprehensive income | - | - | - | (948,704) | - | (50,238,133) | (51,186,837) |
| Transactions with owners of the Bank | | | | | | | |
| <i>Contributions and distributions</i> | | | | | | | |
| Issue of new shares, net of transaction costs | 37,030,443 | 10,736,615 | - | - | - | - | 47,767,058 |
| Bonus issue of shares | 8,969,968 | (8,969,968) | - | - | - | - | - |
| Exercise of share options | 98,800 | 55,091 | - | - | - | - | 153,891 |
| Total transactions with owners of the Bank | 46,099,211 | 1,821,738 | - | - | - | - | 47,920,949 |
| Transfer to reserve for general banking risks | - | - | 334,400 | - | - | (334,400) | - |
| As at 31 December 2014 | 135,698,296 | 21,642,302 | 415,293 | (789,342) | 2,681,041 | (30,109,960) | 129,537,630 |

statements of cash flows

For the year ended 31 December 2015

| | Group | | Bank | |
|---|----------------------|---------------------|----------------------|---------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| Cash flows from operating activities | | | | |
| Interest and commission receipts | 70,769,568 | 73,461,216 | 35,796,876 | 42,326,377 |
| Exchange (paid)/received | (1,464,788) | 3,906,102 | 527,288 | 2,193,671 |
| Interest and commission payments | (26,108,868) | (27,865,792) | (12,849,306) | (14,607,661) |
| Payments to employees and suppliers | (42,644,171) | (39,652,435) | (28,000,219) | (26,722,279) |
| Operating profit before changes in operating assets / liabilities | 551,741 | 9,849,091 | (4,525,361) | 3,190,108 |
| (Increase) / decrease in operating assets: | | | | |
| - Trading assets and financial assets at fair value through profit or loss | (93,442,212) | 1,574,838 | (134,532,569) | - |
| - Loans and advances to customers and banks | 134,779,342 | 17,654,242 | 92,066,304 | 8,326,125 |
| - Other assets | 1,739,012 | 8,056,099 | 444,668 | 1,687,493 |
| Increase / (decrease) in operating liabilities: | | | | |
| - Amounts owed to customers and banks | (51,351,784) | 111,104,730 | (55,238,991) | 129,782,403 |
| - Other liabilities | (2,851,886) | 2,030,680 | (2,262,860) | 2,030,680 |
| - Net advances from/(to) subsidiary companies | - | - | (39,475,263) | (40,756,388) |
| Net cash (absorbed by)/generated from operating activities before income tax | (10,575,787) | 150,269,680 | (143,524,072) | 104,260,421 |
| Income tax (paid)/refunded | (2,177,056) | (495,224) | (1,489,234) | 1,390,172 |
| Net cash flows (used in)/ from operating activities | (12,752,843) | 149,774,456 | (145,013,306) | 105,650,593 |
| Cash flows from investing activities | | | | |
| - Payments to acquire property and equipment | (747,757) | (958,987) | (400,228) | (656,961) |
| - Payments to acquire intangible assets | (258,630) | (785,889) | (264,389) | (585,213) |
| - Proceeds on disposal of property and equipment | 47,281 | 19,298 | 47,281 | 19,404 |
| - Acquisition of further equity in subsidiaries | (24,906,146) | (24,388,450) | (24,906,146) | (21,065,318) |
| - Purchase of shares in associates | (1,504,875) | (1,000,000) | (1,504,875) | - |
| - Net investment in discontinued operations | 4,172,363 | (13,886,982) | - | - |
| - Acquisition of investments available-for-sale | (216,167,174) | (5,237,791) | (110,000,000) | (5,237,791) |
| - Receipt of dividend | 3,324,960 | 1,523,364 | 3,324,960 | 1,523,364 |
| Net cash flows used in investing activities | (236,039,978) | (44,715,437) | (133,703,397) | (26,002,515) |
| (Decrease)/increase in cash and cash equivalents c/f | (248,792,821) | 105,059,019 | (278,716,703) | 79,648,078 |

statements of cash flows

For the year ended 31 December 2015

| | Group | | Bank | |
|--|----------------------|--------------------|----------------------|--------------------|
| | 2015 | 2014 | 2015 | 2014 |
| | USD | USD | USD | USD |
| (Decrease)/increase in cash and cash equivalents b/f | (248,792,821) | 105,059,019 | (278,716,703) | 79,648,078 |
| Cash flows from financing activities | | | | |
| - Proceeds from the issue of share capital | - | 47,920,950 | - | 47,920,950 |
| - Share issue costs | (194,397) | - | - | - |
| - Subordinated convertible loan | 50,000,000 | - | - | - |
| - Net movement in debt securities | 35,047,559 | (24,898,810) | 20,000,000 | - |
| - Repayment of subordinated debt | - | - | 50,000,000 | - |
| - Dividends paid | - | - | - | - |
| Net cash flows from financing activities | 84,853,162 | 23,022,140 | 70,000,000 | 47,920,950 |
| (Decrease)/increase in cash and cash equivalents | (163,939,659) | 128,081,159 | (208,716,703) | 127,569,028 |
| Analysed as follows: | | | | |
| - Effect of exchange rate changes on cash and cash equivalents | (19,042,161) | (2,636,760) | (19,042,161) | (2,636,760) |
| - Net (decrease)/increase in cash and cash equivalents | (144,897,498) | 130,717,919 | (189,674,542) | 130,205,788 |
| (Decrease)/increase in cash and cash equivalents | (163,939,659) | 128,081,159 | (208,716,703) | 127,569,028 |
| Cash and cash equivalents at beginning of year | 121,831,182 | (6,249,977) | 111,330,430 | (16,238,598) |
| Cash and cash equivalents at end of year | (42,108,477) | 121,831,182 | (97,386,273) | 111,330,430 |