

ESTERAD BANK B.S.C. (C)

Condensed Consolidated Interim Financial Information - For the Six Months Ended 30 June 2025



Condensed Consolidated Statement of Financial Position

As at 30 June 2025 USD '000

	30 June 2025 (Reviewed)	31 December 2024 (Audited)
ASSETS		
Balances with banks	829	1,127
Placements with financial institutions	2,249	650
Investments	3,145	17,127
Funding to project companies	949	1,939
Other assets	1,843	2,163
Right-of-use asset	3,096	3,175
Property and equipment	3,818	3,874
TOTAL ASSETS	15,929	30,055
LIABILITIES		
Employee accruals	240	308
Ijarah liability	3,471	3,519
Other liabilities	10,547	21,460
Total liabilities	14,258	25,287
EQUITY		
Share capital	1,005	1,005
Statutory reserve	249	249
Accumulated losses	(26,104)	(22,742)
Equity attributable to Shareholders	(24,850)	(21,488)
Subordinated Mudharaba (AT1)	26,521	26,256
Total equity	1,671	4,768
TOTAL LIABILITIES AND EQUITY	15,929	30,055

Condensed Consolidated Statement of Income

Six-months period ended 30 June 2025 USD '000

	Six-months ended		Three-months ended	
	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)	30 June 2025 (Reviewed)	30 June 2024 (Reviewed)
REVENUE				
Management fee	4,705	3,451	2,632	328
Other investment income	152	109	131	61
Net change in fair value of investments carried at fair value through income	(613)	(607)	(517)	(473)
Net realised (loss) / gains on exit of investments	(4,225)	1,291	-	-
Rental and other income	1,497	1,336	549	404
Total revenue	1,516	5,580	2,795	320
EXPENSES				
Staff cost	1,754	1,482	715	765
Legal and professional fees	269	403	126	177
Finance expense	84	87	42	44
Depreciation	186	189	93	94
Loss on settlement of liabilities	-	548	-	2
Other expenses	2,160	833	1,562	354
Total expenses	4,453	3,542	2,538	1,436
(LOSS) / PROFIT BEFORE IMPAIRMENT ALLOWANCES	(2,937)	2,038	257	(1,116)
Impairment charge on investments	-	(150)	-	(107)
Reversal of impairment for credit losses	338	546	18	(62)
Reversal of impairment on property and equipment	30	60	30	18
(LOSS) / PROFIT FOR THE PERIOD	(2,569)	2,494	305	(1,267)

Condensed Consolidated Statement of Cash Flows

Six-months period ended 30 June 2025 USD '000

	2025 (Reviewed)	2024 (Reviewed)
OPERATING ACTIVITIES		
Net (loss) / profit for the period	(2,569)	2,494
Adjustments for:		
Impairment of investments	-	150
Provision for credit losses	(330)	(546)
Impairment of property and equipment	(30)	(60)
Fair value loss on investments carried at fair value through profit or loss - net	613	607
Realised fair value loss / (gains) on exit of investment	4,225	(1,291)
Depreciation	186	189
Finance cost on right-of-use asset	85	87
Gain from investment swaps	-	(296)
Operating profit before changes in operating assets and liabilities	2,180	1,334
Changes in operating assets and liabilities:		
Investments	9,144	9,990
Funding to project companies	1,099	751
Property and equipment	(24)	(76)
Other assets	536	(399)
Employee accruals	(68)	18
Other liabilities	(10,905)	(6,309)
Placements with financial institutions (maturity more than 3 months)	(218)	(244)
Net cash from operating activities	1,744	5,065
FINANCING ACTIVITIES		
Murabaha financing to investee company	-	(1,402)
Profit distribution to AT1 Sukuk holders	(528)	(443)
Rent paid towards right-of-use asset	(133)	(133)
Net cash used in financing activities	(661)	(1,978)
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,083	3,087
Cash and cash equivalents at beginning of the period	1,392	3,591
ECL reversed on balances with banks and placements with financial institutions	-	(9)
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,475	6,669
Represented by:		
Balances with banks	829	1,733
Placements with financial institutions (original maturity less than three months)	1,646	4,936
	2,475	6,669

Extracted from the financial statements reviewed by KPMG and approved for issue by the Board on 13th August 2025

Bashar Mohamed Almutawa
Chairman of the Board

Ahmed Abdulrahman
Vice Chairman & Acting CEO

Note: "These financial statements have been reviewed by KPMG who have issued a disclaimer of opinion due to the significance of certain matters for which they could not obtain sufficient appropriate audit evidence."

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNER'S EQUITY

Six-months period ended 30 June 2025

	Share capital	Statutory reserve	Investment fair value reserve	Accumulated losses	Equity attributable to shareholders	Subordinated mudharaba AT1	Total
2025 (Reviewed)							
Balance at 1 January 2025	1,005	249	-	(22,742)	(21,488)	26,256	4,768
Profit distribution attributable to Subordinated Mudharaba (AT1)	-	-	-	(528)	(528)	-	(528)
Subordinated Mudharaba (AT1) 2% profit capitalised	-	-	-	(265)	(265)	265	-
Loss for the period	-	-	-	(2,569)	(2,569)	-	(2,569)
Balance at 30 June 2025	1,005	249	-	(26,104)	(24,850)	26,521	1,671
2024 (Reviewed)							
Balance at 1 January 2024	1,005	5,441	45	(29,252)	(22,761)	22,803	42
Subordinated Mudharaba (AT1)	-	-	-	-	-	2,277	2,277
Profit distribution attributable to Subordinated Mudharaba (AT1)	-	-	-	(296)	(296)	-	(296)
Subordinated Mudharaba (AT1) 2% profit capitalised	-	-	-	(147)	(147)	147	-
Net profit for the period	-	-	-	2,494	2,494	-	2,494
Balance at 30 June 2024	1,005	5,441	45	(27,201)	(20,710)	25,227	4,517