

# ESTERAD BANK B.S.C. (C)

Consolidated Financial Statements - For the year ended 31 December 2025



## Consolidated Statement of Financial Position

As at 31 December 2025 USD '000

	31 December 2025	31 December 2024
<b>ASSETS</b>		
Balances with banks	718	1,127
Placements with banks	2,794	650
Investments	1,870	17,127
Funding to project companies	-	1,939
Right-of-use asset	3,023	3,175
Property and equipment	3,797	3,874
Other assets	3,155	2,163
<b>TOTAL ASSETS</b>	<b>15,357</b>	<b>30,055</b>
<b>LIABILITIES</b>		
Employee accruals	374	308
Ijarah liability	3,421	3,519
Other liabilities	11,315	21,460
<b>Total liabilities</b>	<b>15,110</b>	<b>25,287</b>
<b>EQUITY</b>		
Share capital	1,005	1,005
Statutory reserve	249	249
Accumulated losses	(27,528)	(22,742)
<b>Equity attributable to owners</b>	<b>(26,451)</b>	<b>(21,488)</b>
Subordinated Mudharaba (ATI)	26,521	26,256
Non-controlling interest	-	-
<b>Total equity</b>	<b>247</b>	<b>4,768</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>15,357</b>	<b>30,055</b>

## Consolidated Statement of Income

For the year ended 31 December 2025 USD '000

	31 December 2025	31 December 2024
<b>REVENUE</b>		
Asset Management fees	6,809	5,390
Net change in fair value of investments carried at fair value through the consolidate statement of income	(1,081)	(146)
Net realised (loss) / gains on exit of investments	(4,192)	1,142
Other investment income	160	175
Rental and other income	2,607	3,001
<b>Total revenue</b>	<b>4,303</b>	<b>9,562</b>
<b>EXPENSES</b>		
Staff cost	3,835	3,176
Legal and professional fees	726	693
Finance expense	168	173
Depreciation	375	370
Loss on settlement of liabilities	-	1,129
Other expenses	3,450	1,925
<b>Total expenses</b>	<b>8,554</b>	<b>7,466</b>
<b>(LOSS) / PROFIT BEFORE IMPAIRMENT ALLOWANCES</b>	<b>(4,251)</b>	<b>2,096</b>
Impairment charge on investments	-	(291)
Reversal of expected credit losses	137	585
Reversal of impairment on property and equipment	121	98
<b>(LOSS) / PROFIT FOR THE YEAR</b>	<b>(3,993)</b>	<b>2,488</b>
<b>(Loss) / profit attributable to Shareholders</b>	<b>(3,993)</b>	<b>2,488</b>
Non-controlling interest	-	-

## Consolidated Statement of Cash Flows

For the year ended 31 December 2025 USD '000

	31 December 2025	31 December 2024
<b>OPERATING ACTIVITIES</b>		
Net (loss) / profit for the year	(3,993)	2,488
Adjustments for:		
Impairment of investments	-	291
Provision for credit losses	(137)	(585)
Reversal of impairment on property and equipment	(121)	(98)
Fair value losses on investments carried at fair value through the consolidated statement of income - net	1,081	146
Realised fair value loss / (gains) on exit of investment	4,192	-
Restricted cash for AUM investors	(1,926)	-
Depreciation	375	370
Finance expenses	168	173
Profits earned on placements and short term liquidity certificates	(171)	(206)
Dividend income	-	33
Investment fair value reserve	-	(45)
<b>Operating gains before changes in operating assets and liabilities</b>	<b>(532)</b>	<b>2,501</b>
<b>Changes in operating assets and liabilities:</b>		
Receivables	-	(493)
Wakala contract receivable	-	-
Dividend received	-	33
Investments	(1,495)	(2,560)
Proceeds from sale of investments	11,479	14,043
Property and equipment	(25)	4
Funding to project companies	2,153	959
Profits received on placements and short term liquidity certificates	171	206
Other assets	(1,078)	(553)
Employee accruals	66	51
Other liabilities	(10,137)	(15,097)
Placements with financial institutions (original maturity more than 3 months)	(151)	(252)
<b>Net cash from / (used in) operating activities</b>	<b>451</b>	<b>(1,158)</b>
<b>FINANCING ACTIVITIES</b>		
Profit paid to Subordinated Mudharaba (ATI)	(528)	(780)
Rent paid towards right-of-use asset	(266)	(266)
<b>Net cash used in financing activities</b>	<b>(794)</b>	<b>(1,046)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(343)</b>	<b>(2,204)</b>
Cash and cash equivalents at beginning of the year	1,392	3,591
ECL reversed on balances with banks	1	5
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>1,050</b>	<b>1,392</b>
<b>Represented by</b>		
Balances with banks	718	1,127
Placements with banks (original maturity less than three months)	2,258	265
Less: Restricted placements from exit of investments	(1,926)	-
	332	265
	1,050	1,392

Extracted from the financial statements reviewed by KPMG and approved for issue by the Board on 26<sup>th</sup> February 2026

**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."

## Consolidated Statement of Changes in Owner's Equity

For the year ended 31 December 2025

USD '000

	Share capital	Statutory reserve	Investment fair value reserve	Accumulated losses	Equity attributable to shareholders	Subordinated mudharaba ATI	Total Equity
<b>2025</b>							
Balance at 1 January 2025	1,005	249	-	(22,742)	(21,488)	26,256	4,768
Loss for the year	-	-	-	(3,993)	(3,993)	-	(3,993)
Profit to Subordinated Mudharaba (ATI)	-	-	-	(793)	(793)	265	(528)
<b>Balance at 31 December 2025</b>	<b>1,005</b>	<b>249</b>	<b>-</b>	<b>(27,528)</b>	<b>(26,274)</b>	<b>26,521</b>	<b>247</b>
<b>2024</b>							
Balance at 1 January 2024	1,005	5,441	45	(29,252)	(22,761)	22,803	42
Profit for the year	-	-	-	2,488	2,488	-	2,488
Subordinated Mudharaba (ATI)	-	-	-	-	-	3,063	3,063
Profit to Subordinated Mudharaba (ATI)	-	-	-	(1,170)	(1,170)	390	(780)
Transfer to statement of income on exit of investment	-	-	(45)	-	(45)	-	(45)
Adjustment of reserve with accumulated losses	-	(5,441)	-	5,441	-	-	-
Transfer of 10% profits to statutory reserve	-	249	-	(249)	-	-	-
<b>Balance at 31 December 2024</b>	<b>1,005</b>	<b>249</b>	<b>-</b>	<b>(27,742)</b>	<b>(21,488)</b>	<b>26,256</b>	<b>4,768</b>