



TRUST
HOLDING

TRUST HOLDING LIMITED

**INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS
30 JUNE 2015**

(Primary Statements)

Nest Finance Team
25 August 2015

**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2015**

	Six month period ended	
	30 June	
	2015	2014
	US\$ '000	US\$ '000
Transfer from consolidated insurance revenue account	459	2,774
Interest income - banking operations	13,174	14,017
Interest expense - banking operations	(432)	(502)
Fee and commission income - banking operations	6,807	7,525
Fee and commission expense - banking operations	(216)	(59)
Net Income and gains from investments	2,491	1,996
Other income	1,259	1,850
Credit loss expense - banking operations	5,438	(778)
Administrative expenses	(11,372)	(10,936)
Net finance income/ (expense)	1,239	709
Profit from operations	18,388	13,820
Share of profit of associate's	(81)	-
Profit for the year before tax	18,765	16,594
Income tax expenses	(3,477)	(4,150)
Net profit for the year	15,288	12,444
Other comprehensive income		
<i>To be reclassified to profit or loss in subsequent periods:</i>		
Available for sale investments fair value gain, net of tax	1,500	610
Exchange difference	(39,781)	(18,783)
Net other comprehensive income to be reclassified to profit or loss in subsequent periods	(38,281)	(18,173)
<i>Not to be reclassified to profit or loss in subsequent periods:</i>		
Revaluation of property, net of tax	-	-
Net other comprehensive income not to be reclassified to profit or loss in subsequent periods	-	-
Other comprehensive income	(38,281)	(18,173)
Total comprehensive income for the year	(22,993)	(5,729)
Total Comprehensive income for the year attributable to:		
Equity holders of the parent	(14,936)	(7,270)
Non-controlling interest	(8,057)	1,541
	(22,993)	(5,729)

**INTERIM CONSOLIDATED INSURANCE REVENUE ACCOUNT
FOR THE PERIOD ENDED 30 JUNE 2015**

	Six month period ended	
	30 June	
	2015	2014
	US\$ '000	US\$ '000
Gross written premium	71,952	80,520
Outward reinsurance premium	(35,608)	(36,210)
Retained premium	<u>36,344</u>	<u>44,310</u>
Change in unearned premiums	(4,320)	(8,230)
Net earned premium	<u>32,024</u>	<u>36,080</u>
Gross claims paid	(30,430)	(27,361)
Claims recovered from reinsurers	7,610	6,816
Change in provision for outstanding claims - gross	(2,798)	(2,351)
Change in provision for outstanding claims - reinsurance	5,336	612
Change in IBNR	(1,729)	(489)
Claims and related expenses	<u>(22,011)</u>	<u>(22,774)</u>
Commissions and taxes paid	(5,208)	(6,405)
Commissions and taxes received from reinsurers	3,213	3,346
Interest on premium reserve - reinsurance	(24)	(34)
Change in deferred acquisition cost – gross	3	(131)
Change in unexpired risk reserves	-	10
Acquisition costs, commissions and taxes	<u>(2,016)</u>	<u>(3,213)</u>
Gross underwriting profit	<u>7,997</u>	<u>10,093</u>
Operating expenses	(7,538)	(7,320)
Transfer to consolidated statement of comprehensive income	<u>459</u>	<u>2,774</u>

**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015**

	Unaudited 30 June 2015 US\$ '000	Audited 31 December 2014 US\$ '000	Unaudited June 2014 US\$ '000
Assets			
Goodwill	258	258	258
Property and equipment	169,391	184,610	185,534
Investment properties	1,598,769	1,592,527	1,538,008
Investment in associates	10,430	9,375	5,968
Loans and advances to banking customers	360,883	362,957	321,450
Other financial assets	46,573	47,432	40,146
Reinsurance assets	60,837	58,771	51,780
Insurance receivables	1,436	2,723	4,285
Gross deferred acquisition cost	1,562	1,559	1,675
Other assets	69,206	82,555	122,240
Accounts receivable	54,999	43,622	79,971
Due from banks - banking operations	51,154	19,835	46,392
Cash and cash equivalents	75,837	97,171	80,595
Total assets	2,519,503	2,520,644	2,478,302
Equity			
Share capital	200,000	200,000	200,000
Reserves	785,337	800,062	738,499
Equity attributable to equity holders of the parent	985,337	1,000,062	938,499
Non-controlling interest	655,599	667,830	639,163
Total equity	1,640,936	1,667,892	1,577,662
Liabilities			
Bank loans	55,520	49,406	6,954
Due to related parties	8,823	8,823	8,823
Banking customer deposits	289,251	267,133	282,851
Due to banks	1,735	2,177	2,588
Insurance contract liabilities	118,302	114,601	119,209
Reinsurance balances payable	8,308	10,438	32,896
Trade creditors and other liabilities	379,830	389,110	444,416
Bank overdraft	16,797	11,065	2,904
Total Liabilities	878,566	852,753	900,640
Total equity and liabilities	2,519,503	2,520,644	2,478,302

Kamel Abu Nahl
Chairman and CEO

Mehran Eftekhari
Director

21 August 2015

**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2015**

	Equity attributable to equity holders of the parent												Non-controlling interest	Total equity
	Share capital	Share premium	Merger reserve	Statutory reserve	Optional reserve	General banking risks reserve	Property revaluation reserve	Available-for-sale reserve	Exchange difference reserve	Retained earnings	Total			
	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000	US\$ '000		
At 1 January 2014	5,000	195,000	(10,803)	8,384	3,206	2,119	10,851	6,808	(34,896)	753,936	939,607	655,210	1,594,817	
Prior year adjustments	-	-	-	(8,138)	(1,933)	-	(1,948)	(4,306)	5,393	22,816	11,883	(12,606)	(723)	
Revised opening balance 1 January 2014	5,000	195,000	(10,803)	246	1,273	2,119	8,903	2,502	(29,503)	776,752	951,490	642,604	1,594,094	
Profit for the year	-	-	-	-	-	-	-	-	-	53,906	53,906	39,417	93,323	
Other comprehensive income / (loss)	-	-	-	-	-	-	9,629	3,078	(18,042)	-	(5,334)	(8,071)	(13,405)	
Total comprehensive income	5,000	195,000	(10,803)	246	1,273	2,119	18,533	5,580	(47,545)	830,658	1,000,062	673,950	1,674,012	
Increase in subsidiary's share capital	-	-	-	-	-	-	-	-	-	-	-	1,091	1,091	
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(7,200)	(7,200)	
Transfer to statutory and optional reserve	-	-	-	692	1,642	-	-	-	-	(2,334)	-	-	-	
Transfer to general banking risks reserve	-	-	-	-	-	354	-	-	-	(354)	-	-	-	
At 31 December 2014	5,000	195,000	(10,803)	938	2,915	2,473	18,533	5,580	(47,545)	827,970	1,000,062	667,830	1,667,892	
At 1 January 2015	5,000	195,000	(10,803)	938	2,915	2,473	18,533	5,580	(47,545)	827,970	1,000,062	667,830	1,667,892	
Prior year adjustments	-	-	-	(8)	-	-	-	295	-	(76)	210	-	210	
Revised opening balance 1 January 2015	5,000	195,000	(10,803)	929	2,915	2,473	18,533	5,875	(47,545)	827,894	1,000,272	667,830	1,668,102	
Profit for the year	-	-	-	-	-	-	-	-	-	5,387	5,387	9,901	15,288	
Other comprehensive income / (loss)	-	-	-	-	-	-	-	669	(20,992)	-	(20,323)	(17,958)	(38,281)	
Total comprehensive income	5,000	195,000	(10,803)	929	2,915	2,473	18,533	6,545	(68,537)	833,281	985,337	659,773	1,645,110	
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(4,174)	(4,174)	
Transfer to statutory and optional reserve	-	-	-	649	2,165	-	-	-	(100)	(2,715)	-	-	-	
Transfer to general banking risks reserve	-	-	-	-	-	263	-	-	-	(263)	-	-	-	
At 30 June 2015	5,000	195,000	(10,803)	1,579	5,080	2,737	18,533	6,545	(68,637)	830,303	985,337	655,599	1,640,936	