AAOIFI Accounting Board (AAB) – Technical Advisory and Interpretation Committee (TAIC)

Accounting Technical Release (ATR) 01/2022

“Illustrative Financial Statements for Islamic Banks and Similar Institutions”

[Ver. 1.0/2022]

Contents

Part A: Introduction and users' guide

Objective

1. The Islamic financial institutions (IFIs) are required to publish periodic financial statements to satisfy the common information needs of the users[1]. Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) has issued Financial Accounting Standard (FAS) 1 "General Presentation and Disclosures in the Financial Statements", to be read in conjunction with the conceptual framework, which sets out the overall requirements for presentation of the financial statements, the minimum requirements for the contents of the financial statements and a recommended structure of financial statements that facilitate faithful presentation in line with Shari'ah principles and rules and comparability with the IFIs' financial statements of previous periods, and the financial statements of other institutions.

2. This accounting technical release (ATR) aims to guide the Islamic banks and similar financial institutions (the Islamic banks) applying FAS 1 "General Presentation and Disclosures in the Financial Statements" along with other relevant AAOIFI FASs, with regard to their practical application for the purpose of preparation of their financial statements, duly complying with the Shari'ah principles and rules and aligned with the generally accepted accounting principles (see paragraph 7 of the conceptual framework).

Scope

3. These illustrative financial statements provide guidance to the Islamic banks, in line with the requirements of Parts 1 and 2 of FAS 1 "General Presentation and Disclosures in the Financial Statements", along with other relevant AAOIFI FASs, for understanding and implementing the standards with regard to preparation and presentation of their financial statements.

4. These illustrative financial statements address presentation and disclosure requirements for the consolidated financial statements, as well as, the stand-alone or separate financial statements of the Islamic banks.

5. The term "the Islamic banks", for the purpose of this ATR, shall primarily include Islamic retail banks and Islamic commercial banks and insofar as it relates, may include:

   a. Islamic wholesale banks;

   b. Islamic investment banks / investment finance companies;

   c. Islamic microfinance banks / Islamic commercial microfinance institutions;

   d. specialized financial (including FinTech) institutions[2], having a business model closer to banking business;

   e. retail (including FinTech) institutions offering Shari'ah compliant credit sales solutions etc.;

   f. Islamic leasing companies; and

[1] As described in the AAOIFI Conceptual Framework for Financial Reporting (the conceptual framework).
[2] Example: Mudaraba institutions, development finance institutions, etc.

g. small financial institutions with a similar structure, etc.

6. Certain social microfinance and other social finance institutions, which have a business model similar or closer to the Islamic banks, may also apply this ATR, as far as relevant.

7. Islamic windows of conventional banks preparing financial statements under the requirements of FAS 40 “Financial Reporting for Islamic Finance Windows” may also apply this ATR, subject to the provisions of the said standard.

Rationale of development and issuance of this ATR

8. It was observed by the AAOIFI Accounting Board (AAB) that the disclosure requirements contained in FAS 1 “General Presentation and Disclosures in the Financial Statements”, as well as, other AAOIFI FASs, along with additional disclosure requirements of generally accepted accounting principles, required further explanation and demonstration from a practical guidance perspective.

9. AAB decided that the illustrative financial statements, which were earlier part of FAS 1 “General Presentation and Disclosures in the Financial Statements” (issued in 1996, now superseded), shall be issued by the AAOIFI Technical Advisory and Interpretation Committee (TAIC) as a separate document, with lower authoritative status, and would be subject to periodic updates due to the ever-changing nature of the financial services industry, and in line with advancements in Islamic banking practices. This shall facilitate addressing new developments which may arise from time to time.

Authoritative status and relationship with AAOIFI FASs and other standards

10. This ATR shall be read in conjunction with FAS 1 “General Presentation and Disclosures in the Financial Statements” and other relevant AAOIFI FASs. Where applicable, it shall also be read in conjunction with other generally accepted accounting principles (insofar as these are not inconsistent with the conceptual framework and Shari’ah principles and rules as required by paragraph 165[3] of FAS 1 “General Presentation and Disclosures in the Financial Statements”) for the areas which are not covered by AAOIFI FASs.

11. In the event of an inconsistency between the requirements of this ATR and the provisions of any standard (including AAOIFI FASs or other generally accepted accounting principles (see paragraphs 8 and 10)), which may arise due to a specific situation or revision of such standard, the requirements of the respective standard shall prevail.

General considerations for the preparation of financial statements

Presentation in the order of liquidity

12. The statement of financial position presented in the illustrative financial statements follows a decreasing order of liquidity for its assets and an expected order of arising maturity for its liabilities. However, there is no compulsion for an Islamic bank to adopt the exact sequence and their respective

[3] 165. Development of accounting policies by institutions shall be performed, according to the following hierarchy: (a) FAS specifically addressing the respective transaction, other event or condition or other pronouncement issued by AAOIFI; (b) FAS on similar matters; (c) generally accepted accounting principles as applicable in the respective jurisdiction, insofar as these are not against the conceptual framework and Shari'ah principles and rules; and (d) the management's judgment as long as in line with the conceptual framework and the Shari'ah principles and rules.

statement of financial position may be prepared in accordance with the order most suited to their business model, activities and materiality.

Grouping similar line items

13. The statement of financial position provides an exhaustive list of assets and liabilities for demonstration purposes. The Islamic bank is encouraged to accurately group like-items based on relevance and materiality for a concise and easy-to-comprehend primary statement. A detailed break-down of the clubbing may then be provided in the notes to the financial statements.

Presentation of statement of income and attribution related to quasi-equity

14. The statement of income and attribution related to quasi-equity is a stand-alone presentation statement (similar to the statement of cash flows) and is not depicting the account balances (e.g., as in case of statement of financial position or statement of income and other comprehensive income). It differs from the other primary statements in that accounting entries are not routed through it. It is prepared separately, extracting data from the other financial statements, particularly from the statement of income and other comprehensive income and from underlying records related to the computation of the distribution of profit to quasi-equity. Accordingly, is it not necessary that the amounts appearing therein may directly be cross-referred to another primary statement.

Statement of changes in off-balance-sheet assets under management

15. The format for the statement of changes in off-balance-sheet assets under management is a consolidated illustration of as to how the statement may be presented while endeavouring to deliver all material information to the users of the financial statements.

16. Alternative modes of presentation that are consistent with the disclosure objectives may be considered by the respective Islamic banks. Distributions could be item-wise or total. A simplified statement can also be made with total assets, total liabilities, less distributions, agency fee, etc. Similarly, the movement of liabilities may include funding costs, where applicable.

Prior period disclosures

17. In the context of paragraph 109 of FAS 1 “General Presentation and Disclosures in the Financial Statements”, with regard to differentiating between actual changes in the institution’s financial position, the result of its operations and cash flows and the changes in off-balance-sheet assets under management between the current and the preceding period, the institution shall provide a detailed disclosure for the prior period.

18. Prior period balances are not bifurcated in these illustrative financial statements generally. However, where they have material significance, the full break-up – similar to the current period – shall be disclosed for prior periods.

Guidance in respect of certain specific disclosures

Cash and balances with central bank

19. The balances with central bank exclude the capital / statutory deposits held by central banks that are not to be released even in extreme liquidity crises. These deposits include the funds held by the central bank to fulfil licensing requirements. Such deposits should be disclosed under other assets. An Islamic bank shall disclose information about the extent and nature of the deposit accounts, including significant terms and conditions and restrictions that may affect the amount, timing and certainty of future cash flows. Cash and balances with central bank may include, where applicable according to the respective regulations, the following:

   a. statutory liquidity requirements;

   b. cash reserve requirements;

   c. clearing account balances; and

   d. deposit insurance cash maintenance requirements.

Receivable from, and participatory investments with, FIs

20. Nostro accounts etc., should be generally classified under this caption. Balances with FIs that are neither treasury placements nor within the money market shall not be disclosed under this caption and taken to the respective disclosure. An Islamic bank shall disclose information about the extent and nature of the deposit accounts, including significant terms and conditions that may affect the amount, timing and certainty of future cash flows.

21. The participatory investments may be with the IFIs on the basis of Musharaka, Mudaraba or Al Wakala Bi Al-Istithmar (accounted for under Wakala venture approach only). Where necessary, further classification and details may be provided. The participatory investments in entities which are not IFIs shall not be included here and shall instead be disclosed under the caption “participatory investments” (note 9).

Assets acquired for future delivery – inventories related to Murabaha and other deferred payment sales

22. These shall be distinguished according to the classification, duly identifying the inventory held under binding promise, held under non-binding promise and / or without any promise to purchase. These may include inventories intended to be held for longer periods with information about the nature and risks associated thereto.

Property, plant and equipment – for own use – revaluation model

23. The illustrative disclosures in respect are provided primarily from the perspective of cost model. Where these assets have been revalued, the first statement of financial position subsequent to the revaluation shall disclose:

   a. the original cost;

   b. the revalued amount;

c. the date and amount of the revaluation and the basis thereof;

d. name and qualification of the valuer who should be an independent person competent to do so;

e. the nature of any indices used to determine revaluation; and

f. the carrying amount of each class of property and equipment that would have been included in the financial statements had the assets not been carried at revalued amount.

24. Every statement of financial position subsequent to the revaluation shall disclose:

a. the total amount of the revaluation;

b. the element thereof included in the statement of income and other comprehensive income during the period; and

c. the carrying amount of each class of property and equipment that would have been included in the financial statements had the assets not been carried at revalued amount.

Zakah expense

25. This illustrative disclosure follows the approach for a single column for total values and attribution to different participatory stakeholders. An institution may follow any other suitable disclosure format including multi-columnar disclosure for total values and attribution to different participatory stakeholders (see Appendix B(i) of FAS 39 “Financial Reporting for Zakah” for an alternative illustrations).

Appendix to the illustrative financial statements

26. The notes to the financial statements with subjective presentation have been attached as an appendix to Part B. An Islamic bank may refer to the appendix while preparing its financial statements.

Part B: Illustrative financial statements for Islamic banks and similar financial institutions

27. The attached illustrative financial statements form Part B of this ATR.

Brief history

28. The working group for FAS 1 “General Presentation and Disclosures in the Financial Statements” met for their 1st meeting on 27 Dhul-Qa’dah 1439H, corresponding to 8 August 2018, wherein it was agreed that FAS 1 “General Presentation and Disclosures in the Financial Statements” would undergo revision, and be brought closer to Shari’ah principle and rules.

29. The working group held its 3rd meeting on 5 Rajab 1440H, corresponding to 12 March 2019. In addition to certain decision which were made with regard to core principles to be incorporated in the revised FAS, it was also recommended that illustrative financial statements will be developed and issued as an ATR duly approved by Technical Advisory and Interpretations Committee (TAIC).

30. The preliminary study including the illustrative financial statements was presented to AAB in its 13th meeting held on 15 Rajab 1440H, corresponding to 22-23 March 2019. AAB agreed to the recommendations of the working group to develop and issue the illustrative financial statements as an ATR duly approved by TAIC.

31. The working group held its 4th meeting on 17 Ramadan 1440H, corresponding to 22 May 2019, which included the discussion on illustrative financial statements. The extensive discussions concluded on the Illustrative financial statements and their components.

32. AAB held its 14th meeting on 24-25 Shawwal 1440H, corresponding to 28-29 June 2019. The agenda included the review of the illustrative financial statements for board’s comments along with the presentation and review of the exposure draft on FAS 1 “General Presentation and Disclosures in the Financial Statements”. The presentation of the illustrative financial statements centred itself around the main components of the financial statements, to serve as a guidance for the Islamic banks when preparing their financial statements in light of FAS 1 “General Presentation and Disclosures in the Financial Statements”.

33. The illustrative financial statements were discussed extensively by TAIC in its 2nd, 3rd, 4th and 5th meetings held on 22 Sha’ban 1441H, 29 Sha’ban 1441H, 5 Ramadan 1441H and 10 Shawwal 1441H, corresponding to 15 April 2020, 22 April 2020, 28 April 2020 and 5 June 2020, respectively. These meetings focused on the presentation of the illustrative financial statements and relevant disclosures.

34. The illustrative financial statements were minutely reviewed by TAIC in its 9th, 10th and 11th meetings held on 29 Rabi’ I 1443H, 23 Rabi’ II 1443H and 16 Jumada I 1443H corresponding to 4 November 2021, 28 November 2021 and 20 December 2021, respectively.

35. Multiple roundtable events and public hearings were also conducted within the year to solicit input from subject-matter and industry experts.

36. The comments received on the illustrative financial statements as a result of the multiple roundtable events and public hearings were discussed at length by TAIC in its 12th and 13th meetings, held on 11 Shawwal 1443H and 28 Dhul-Qa’dah 1443 H, corresponding to 12 May 2022 and 27 June 2022, respectively.

37. The ATR and illustrative financial statements were presented for comments to AAB in its 30th meeting, held on 23 Rabi’ I 1444H and 11 Rabi’ II 1444H, corresponding to 19 October 2022 and 25 October 2022, respectively.

38. After incorporation of the comments of the board and TAIC, the ATR was approved via circulation on 1 Jumada' II 1444H, corresponding to 25 December 2022.

Effective date

39. This ATR shall be effective on the financial statements of the Islamic banks for the periods beginning on or after 01 January 2024. Early adoption of this ATR is permitted if the Islamic bank applies FAS 1 "General Presentation and Disclosures in the Financial Statements" earlier than this date.

Publishing mode

40. This ATR is a public domain document.

Adoption of ATR

The ATR, along with the illustrative financial statements, were approved for issuance by TAIC via circulation on 1 Jumada' II, 1444H, corresponding to 25 December 2022.

Members of TAIC

1. Mr. Firas Hamdan (chairman)
2. Mr. Ali Khalaf
3. Mr. Hondamir Nusratkhujaev
4. Mr. Imtiaz Ibrahim
5. Mr. Irshad Mahmood
6. Mr. Mahesh Balasubramanian
7. Dr. Mohamed Albeltagi

Reservation

This ATR was approved unanimously.

Members of the FAS 1 / illustrative financial statements working group

1. Mr. Syed Najmul Hussain (chairman)
2. Mr. Abdulhalim Elsayed Elamin
3. Mr. Fahad Yateem
4. Mr. Faizan Ahmed
5. Mr. Firas Hamdan
6. Mr. Hamad Abdulla Al Oqab
7. Mr. Imtiaz Ibrahim
8. Mr. M. Mahabbat Hossain
9. Mr. Mohammad Hammad
10. Mr. Muhammad Muzammil Kasbati
11. Ms. Ni Putu Desinthya
12. Mr. Sohail Sikandar
13. Dr. Sutan Emir Hidayat
14. Mr. Yusuf Sayed
15. Dr. Zakir Hossen Shaikh

Executive team

1. Mr. Omar Mustafa Ansari (AAOIFI)
2. Mr. Mohammad Majd Bakir (AAOIFI)
3. Mr. Haroon Tabraze (Senior Consultant-Researcher)
4. Ms. Farida Cassim (AAOIFI)
5. Ms. Merjan Abid (Senior Research Associate)

AAOIFI Illustrative Financial Statements for Islamic Banks and Similar Institutions

Consolidated Financial Statements
for the Period Ended 31 December 20XX

[Name of IFI]
Consolidated Statement of Financial Position
As at 31 December 20XX

	Note	Current period	Prior period
		---------- (CU in '000)	----------
Assets			
Cash and balances with central bank	5	xxxxx	xxxxx
Receivables from, and participatory investments with, FIs	6	xxxxx	xxxxx
Receivables	7	xxxxx	xxxxx
Ijarah Muntahia Bittamleek	8	xxxxx	xxxxx
Participatory investments	9	xxxxx	xxxxx
Investments in associates and joint ventures	10	xxxxx	xxxxx
Investments in Sukuk, shares and other securities	11	xxxxx	xxxxx
Investments in real estate	12	xxxxx	xxxxx
Assets acquired for future delivery	13	xxxxx	xxxxx
Assets held-for-sale	14	xxxxx	xxxxx
Property, plant and equipment	15	xxxxx	xxxxx
Right-of-use assets	16	xxxxx	xxxxx
Intangible assets	17	xxxxx	xxxxx
Other assets	18	xxxxx	xxxxx
		xxxxx	**xxxxx**
Liabilities, quasi-equity and owners' equity			
Liabilities			
Current and other similar accounts – FIs		xxxxx	xxxxx
Current and other similar accounts – other counterparties		xxxxx	xxxxx
Due to FIs	19	xxxxx	xxxxx
Due to other counterparties	20		
Sukuk – liability-type	21	xxxxx	xxxxx
Net Ijarah liability	22	xxxxx	xxxxx
Provisions	23	xxxxx	xxxxx
Accruals and other liabilities	24	xxxxx	xxxxx
		xxxxx	**xxxxx**
Quasi-equity			
Participatory investment accounts	25	xxxxx	xxxxx
Sukuk – quasi-equity-type	26	xxxxx	xxxxx
Other quasi-equity	27	xxxxx	xxxxx
Reserves attributable to quasi-equity	28	xxxxx	xxxxx
		xxxxx	**xxxxx**
Owners' equity			
Paid-up share capital	29	xxxxx	xxxxx
Share premium		xxxxx	xxxxx
Treasury shares		(xxxxx)	(xxxxx)
Reserves	30	xxxxx	xxxxx
Retained earnings (accumulated losses)		xxxxx	xxxxx
Perpetual / convertible equity-type instruments	31	xxxxx	xxxxx
Other owners' equity		xxxxx	xxxxx
Equity attributable to parent institution's owners		**xxxxx**	**xxxxx**
Non-controlling interests*	Note 2.5	xxxxx	xxxxx
		xxxxx	**xxxxx**
		xxxxx	**xxxxx**
Off-balance-sheet assets under management		**xxxxx**	**xxxxx**
Contingencies and commitments	32		

*(includes any perpetual convertible equity-type instruments not held by the parent)
Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[Name of IFI]
Consolidated Statement of Income and Other Comprehensive Income
For the Period Ended 31 December 20XX (Option-1)

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
Income			
Income, gains and losses from:			
Trade-based modes	33	xxxxx	xxxxx
Ijarah Muntahia Bittamleek	34	xxxxx	xxxxx
Participatory investments	35	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at fair value through income statement	36	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at amortised cost / at fair value through other comprehensive income	37	xxxxx	xxxxx
Funding cost		(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**
Income / (loss) from investments in associates and joint ventures	38	xxxxx	xxxxx
Income / (loss) from investments in real estate	39	xxxxx	xxxxx
Income from off-balance-sheet assets under management		xxxxx	xxxxx
Other fee and commission income	40	xxxxx	xxxxx
Other income	41	xxxxx	xxxxx
		xxxxx	**xxxxx**
Operating expenses			
Staff expenses		xxxxx	xxxxx
Depreciation and amortisation	42	xxxxx	xxxxx
Other operating expenses	43	xxxxx	xxxxx
		(xxxxx)	**(xxxxx)**
Net operating income / (loss) – before impairment and expected credit losses		**xxxxx**	**xxxxx**
Allowance for impairment and expected credit losses – net	44	(xxxxx)	(xxxxx)
Net operating income / (loss)		**xxxxx**	**xxxxx**
Net income attributable to quasi-equity		(xxxxx)	(xxxxx)
Net income / (loss) before taxation [and Zakah]		**xxxxx**	**xxxxx**
Income tax	45	(xxxxx)	(xxxxx)
Zakah expense	46	(xxxxx)	(xxxxx)
Net income / (loss) for the period	A	**xxxxx**	**xxxxx**
Other comprehensive income			
Items that will not be classified to statement of income			
Revaluation of property, plant and equipment		xxxxx	xxxxx
Defined benefit plan re-measurement		xxxxx	xxxxx
Related income tax		(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**

Continued…

Items that may subsequently be classified to statement of income			
Exchange difference arising on translation of foreign operations		xxxxx	xxxxx
Fair value changes on investments in real estate		xxxxx	xxxxx
Fair value changes on investments carried at fair value through OCI		xxxxx	xxxxx
Attributable to quasi-equity		(xxxxx)	(xxxxx)
Related income tax		(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**
Total other comprehensive income for the period	B	**xxxxx**	**xxxxx**
Total comprehensive income	C=A+B	**xxxxx**	**xxxxx**
Earnings per share	47		
Basic		xxxxx	xxxxx
Diluted		xxxxx	xxxxx

Total comprehensive income attributable to:	Net income / (loss)	OCI	TCI
Equity-holders of the parent	xxxxx	xxxxx	xxxxx
Non-controlling interests	xxxxx	xxxxx	xxxxx

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.
[Note 1: Funding cost refers to the cost incurred on liabilities, such as commodity Murabaha-based borrowing, and is presented as negative income.]
[Note 2: This illustrative shows the preferred presentation of the net income attributable to quasi-equity, reflecting the ideal structure of Islamic finance. However, due to comparative purposes or regulatory reasons, the placement of the line item immediately after income is allowed.]

[Name of IFI]
Consolidated Statement of Income
For the Period Ended 31 December 20XX (Option-2(A))

	Note	Current period	Prior period
		---------- (CU in '000)	----------
Income			
Income, gains and losses from:			
Trade-based modes	33	xxxxx	xxxxx
Ijarah Muntahia Bittamleek	34	xxxxx	xxxxx
Participatory investments	35	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at fair value through income statement	36	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at amortised cost / at fair value through other comprehensive income	37	xxxxx	xxxxx
Funding cost		(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**
Income / (loss) from investments in associates and joint ventures	38	xxxxx	xxxxx
Income / (loss) from investments in real estate	39	xxxxx	xxxxx
Income from off-balance-sheet assets under management		xxxxx	xxxxx
Other fee and commission income	40	xxxxx	xxxxx
Other income	41	xxxxx	xxxxx
		xxxxx	**xxxxx**
Operating expenses			
Staff expenses		xxxxx	xxxxx
Depreciation and amortisation	42	xxxxx	xxxxx
Other operating expenses	43	xxxxx	xxxxx
		(xxxxx)	**(xxxxx)**
Net operating income / (loss) – before impairment and expected credit losses		**xxxxx**	**xxxxx**
Allowance for impairment and expected credit losses – net	44	(xxxxx)	(xxxxx)
Net operating income / (loss)		**xxxxx**	**xxxxx**
Net income attributable to quasi-equity		(xxxxx)	(xxxxx)
Net income / (loss) before taxation [and Zakah]		**xxxxx**	**xxxxx**
Income tax	45	(xxxxx)	(xxxxx)
Zakah expense	46	(xxxxx)	(xxxxx)
Net income / (loss) for the period		**xxxxx**	**xxxxx**
Net income / (loss) for the period attributable to:			
Equity-holders of the parent		xxxxx	xxxxx
Non-controlling interests		xxxxx	xxxxx
Earnings per share (for listed entities only)	47		
Basic		xxxxx	xxxxx
Diluted		xxxxx	xxxxx

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[Name of IFI]
Consolidated Statement of Other Comprehensive Income
For the Period Ended 31 December 20XX (Option-2(B))

	Current period	Prior period
	---------- (CU in '000) ----------	
Net income / (loss) for the period	xxxxx	xxxxx
Other comprehensive income		
Items that will not be classified to statement of income		
Revaluation of property, plant and equipment	xxxxx	xxxxx
Defined benefit plan re-measurement	xxxxx	xxxxx
Related income tax	(xxxxx)	(xxxxx)
	xxxxx	xxxxx
Items that may subsequently be classified to statement of income		
Exchange difference arising on translation of foreign operations	xxxxx	xxxxx
Fair value changes on investments in real estate	xxxxx	xxxxx
Fair value changes on investments carried at fair value through OCI	xxxxx	xxxxx
Attributable to quasi-equity	(xxxxx)	(xxxxx)
Related income tax	(xxxxx)	(xxxxx)
	xxxxx	xxxxx
Total other comprehensive income for the period	xxxxx	xxxxx
Total comprehensive income	xxxxx	xxxxx
Total comprehensive income attributable to:	OCI	TCI
Equity-holders of the parent	xxxxx	xxxxx
Non-controlling interests	xxxxx	xxxxx

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[Name of IFI]
Consolidated Statement of Income and Attribution Related to Quasi-Equity
For the Period Ended 31 December 20XX

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
Net operating income / (loss) – before impairment and expected credit losses [as per statement of income]		xxxxx	xxxxx
Adjusted for:			
Less: income not attributable to quasi-equity		(xxxxx)	(xxxxx)
Add: expenses not attributable to quasi-equity		xxxxx	xxxxx
Less: institution's share of income for its own / share of investments		(xxxxx)	(xxxxx)
Less: allowance for impairment and expected credit losses – attributable to quasi-equity		(xxxxx)	(xxxxx)
Total income available for quasi-equity holders		**xxxxx**	**xxxxx**
Fair value reserve – net movement (not subject to immediate distribution)*			
Add: opening reserve		xxxxx	xxxxx
Less: closing reserve		(xxxxx)	(xxxxx)
		xxxxx	xxxxx
Profit equalization reserve – net movement			
Add: opening reserve		xxxxx	xxxxx
Less: closing reserve		(xxxxx)	(xxxxx)
		xxxxx	xxxxx
Total income attributable to quasi-equity (adjusted for reserves)		**xxxxx**	**xxxxx**
Less: Mudarib's share		(xxxxx)	(xxxxx)
Less: incentives payable to Mudarib		(xxxxx)	(xxxxx)
Add: Hiba by Mudarib to the quasi-equity		xxxxx	xxxxx
Less: agent's fee (fixed + variable) out of profit attributable to commingled funds (on-balance-sheet) of Al-Wakala Bi Al-Istithmar		(xxxxx)	(xxxxx)
		(xxxxx)	(xxxxx)
Net income attributable to quasi-equity		**xxxxx**	**xxxxx**
Investment risk reserve – net movement			
Add: opening reserve		xxxxx	xxxxx
Less: closing reserve		(xxxxx)	(xxxxx)
		xxxxx	xxxxx
Profit distributable to quasi-equity	A	**xxxxx**	**xxxxx**
Other comprehensive income – attributable to quasi-equity – before recycling to statement of income			
Items that will not be classified to statement of income		xxxxx	xxxxx
Items that may subsequently be classified to statement of income		xxxxx	xxxxx
		xxxxx	**xxxxx**
Add / (less): net effect of items recycled to statement of income		xxxxx	xxxxx
Other comprehensive income – attributable to quasi-equity – net of recycling to statement of income		**xxxxx**	**xxxxx**
Less: other comprehensive income not subject to immediate distribution (transferred to reserves attributable to quasi-equity)		xxxxx	xxxxx
Other comprehensive income subject to immediate distribution	B	**xxxxx**	**xxxxx**
Total profit attributable to quasi-equity (including immediately distributable other comprehensive income)	C=A+B	**xxxxx**	**xxxxx**

*Fair value gain / (loss) taken to statement of income not subject to immediate distribution.

[Name of IFI]
Consolidated Statement of Changes in Owners' Equity
For the Period 31 December 20XX

	Share capital	Treasury shares	Share premium	Reserves	Retained earnings	Perpetual / convertible equity-type instruments	Total owners' equity	Non-controlling interests	Total equity
	-----------------	-----------------	-----------------	-----------------	CU in '000	-----------------	-----------------	-----------------	-----------------
Current period									
Balance as at beginning of the period	xxxxx	(xxxxx)	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Impact of change in accounting policy	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Adjusted balance	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net income for the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other comprehensive income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Total comprehensive income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Issuance of shares and adjustment	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net movement in other reserves	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfer to risk reserves*	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Zakah paid / payable on behalf of shareholders	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Balance as at end of the current period	**xxxxx**	**(xxxxx)**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Prior period									
Balance as at beginning of the period	xxxxx	(xxxxx)	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Impact of change in accounting policy	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Adjusted balance	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net income for the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other comprehensive income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Total comprehensive income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Issuance of shares and adjustment	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net movement in other reserves	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfer to risk reserves*	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Zakah paid / payable on behalf of shareholders	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Balance as at end of the prior period	**xxxxx**	**(xxxxx)**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

*Reserve to be named as appropriate.

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[Name of IFI]
Consolidated Statement of Cash Flows
For the Period 31 December 20XX

	Current period	Prior period
	---------- (CU in '000) ----------	
Cash flows from operating activities		
Net income / (loss) before taxation	xxxxx	xxxxx
Less: dividend income	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**
Adjustments for:		
Depreciation	xxxxx	xxxxx
Provision for impairment – net	xxxxx	xxxxx
Share of income from investments in associates	xxxxx	xxxxx
Gain / (loss) on sale of investments	xxxxx	xxxxx
Unrealised (gain) / loss on revaluation of investment properties	xxxxx	xxxxx
Unrealised (gain) / loss on revaluation of debt and equity investments	xxxxx	xxxxx
Investment risk reserve	xxxxx	xxxxx
Profit equalization reserve	xxxxx	xxxxx
Net impairment losses on investment securities	xxxxx	xxxxx
Operating income before changes in operating assets and liabilities	**xxxxx**	**xxxxx**
Net change in operating assets and liabilities		
Balances with central banks in mandatory reserves	xxxxx	xxxxx
Receivables	xxxxx	xxxxx
Ijarah Muntahia Bittamleek	xxxxx	xxxxx
Participatory investments	xxxxx	xxxxx
Other investments	xxxxx	xxxxx
Payable against Islamic financing – FIs	xxxxx	xxxxx
Payable against Islamic financing – others	xxxxx	xxxxx
Quasi-equity pertaining to off-balance-sheet assets under management and other routine activities	xxxxx	xxxxx
Taxation paid	xxxxx	xxxxx
Net cash (used in) / generated from operating activities	**(xxxxx)**	**xxxxx**
Cash flows from investing activities		
Purchase of investments	xxxxx	xxxxx
Investments sold / matured	xxxxx	xxxxx
Increase / decrease in investments in financial assets at fair value through income	xxxxx	xxxxx
Increase / decrease in investments in financial assets at amortised cost	xxxxx	xxxxx
Increase / decrease in Al-Wakala Bi Al-Istithmar	xxxxx	xxxxx
Dividend received	xxxxx	xxxxx
Acquisition of property, plant and equipment	(xxxxx)	(xxxxx)
Acquisition of intangible assets	(xxxxx)	(xxxxx)
Proceeds from sale of property, plant and equipment	xxxxx	xxxxx
Proceeds from sale of intangible assets	xxxxx	xxxxx
Proceeds from sale of investment securities	xxxxx	xxxxx

Acquisition of investment securities	(xxxxx)	(xxxxx)
Addition to investments in real estate	(xxxxx)	(xxxxx)
Net cash (used in) / generated from investing activities	**(xxxxx)**	**xxxxx**
Cash flows from financing activities		
Increase / decrease in quasi-equity pertaining to Sukuk	xxxxx	xxxxx
Settlement of Sukuk financing	xxxxx	xxxxx
Net cash generated from / (used in) financing activities	**xxxxx**	**(xxxxx)**
Net increase / (decrease) in cash and cash equivalents	**xxxxx**	**(xxxxx)**
Cash and cash equivalents at the beginning of the period	xxxxx	xxxxx
Cash and cash equivalents at the end of the period	**xxxxx**	**xxxxx**

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[This example of the statement of cash flow is based on indirect method. The direct method may also be used to prepare the statement of cash flow in line with the relevant generally accepted accounting principles.]

[Name of IFI]
Statement Of Changes In Off-Balance-Sheet Assets Under Management
For The Period 31 December 20xx

		Bank balances	Receivables – trade-based modes	Ijarah Muntahia Bittamleek	Participatory investments	Investments in real estate	Investments in Sukuk, shares and other securities	Others	Current account with the institution – net	Liabilities (if any)	Total
		---CU in '000---									
Current period											
Balance as at beginning of the period	A	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	(xxxxx)	(xxxxx)	xxxxx
Additions	B	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / disposals / maturities	C	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Net increase / (decrease)	D=B-C	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net income	E		xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx			xxxxx
Mudarib's share	F								(xxxxx)		(xxxxx)
Fixed agency fee	G								(xxxxx)		(xxxxx)
Variable agency fee	H								(xxxxx)		(xxxxx)
Total institution's management share	I=F+G+H								(xxxxx)		(xxxxx)
Distributions / withdrawals	J	(xxxxx)							(xxxxx)		(xxxxx)
Balance as at end of the period	K=A+D+E-I-J	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**(xxxxx)**	**(xxxxx)**	**xxxxx**
Prior period											
Balance as at beginning of the period	A	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	(xxxxx)	(xxxxx)	xxxxx
Additions	B	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / disposals / maturities	C	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Net increase / (decrease)	D=B-C	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net income	E		xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx			xxxxx
Mudarib's share	F								(xxxxx)		(xxxxx)
Fixed agency fee	G								(xxxxx)		(xxxxx)
Variable agency fee	H								(xxxxx)		(xxxxx)
Total institution's management share	I=F+G+H								(xxxxx)		(xxxxx)
Distributions / withdrawals	J	(xxxxx)							(xxxxx)		(xxxxx)
Balance as at end of the period	K=A+D+E-I-J	**xxxxx**	**xxxxx**	**xxxxx**	**Xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**(xxxxx)**	**(xxxxx)**	**xxxxx**

Notes to the financial statements from 1 to 57 are an integral part of the financial statements.

[Note 1: This format is an example of how the statement may be presented. Alternative modes of presentation that are consistent with the disclosure objective may be considered. Distributions could be item-wise or total. A simplified statement can also be made with total assets, total liabilities, less distributions, agency fee, etc. Similarly, liabilities may include funding costs. In such a situation, the amount may be presented in column E of liabilities. Any direct expenses may be shown in column E of cash with adequate disclosures in the notes.]
[Note 2: This is a consolidated statement of all off-balance-sheet assets under management.]
[Note 3: Net income shall include income from investments, fair value gains / losses and attributable expenses. The institution may expand this presentation if such information is considered material for the users of the financial statements.]
[Note 4: Break-up of material items to be disclosed.]

[Name of IFI]
Notes to the Financial Statements
For the Period Ended 31 December 20XX

1. Legal status and principal activities [FAS 1]

[Disclose the domicile and legal form of the institution, its country of incorporation and the address of the registered office (or principal place of business, if different from the registered office); a description of the nature of institution's operations and its principal activities; the name of the parent enterprise and the ultimate parent enterprise of the group; and number of branches at period-end.]

1.1 Shari'ah governance framework

The institution follows AAOIFI Governance Standards (GSs) in their entirety along with the regulators' requirements related to Shari'ah governance / Shari'ah governance framework. In line with the requirements of the same, the institution has a comprehensive governance mechanism comprising of Shari'ah supervisory board, Shari'ah compliance function, internal Shari'ah audit, external Shari'ah audit, etc.

These functions perform their responsibilities in line with AAOIFI GSs as well as the regulators' requirements related to Shari'ah governance.

The GSs also require the board of directors and those charged with governance to discharge their duties in line with Shari'ah governance and fiduciary responsibilities.

1.2 Shari'ah principles and rules

The institution follows the hierarchy of Shari'ah principles and rules as defined in paragraph 165 of FAS 1 "General Presentation and Disclosures in the Financial Statements". [Explanation and adequate disclosure to be provided if a different hierarchy is used.]

2. Basis of preparation

2.1 Statement of compliance [FAS 1]

The consolidated financial statements have been prepared in accordance with the Financial Accounting Standards ("FAS") issued by the Accounting and Auditing Organisation for Islamic Financial Institutions ("AAOIFI"). In line with the requirements of FAS 1 "General Presentation and Disclosures in the Financial Statements", for matters that are not covered by AAOIFI FASs, the Group uses guidance from the relevant generally accepted accounting principles as applicable in the respective jurisdictions in so far as those requirements do not contravene with Shari'ah principles and rules and the AAOIFI "Conceptual Framework for Financial Reporting by Islamic Financial Institutions" (the conceptual framework). [Refer paragraphs 71-79 and 165 of FAS 1 "General Presentation and Disclosures in the Financial Statements"].

2.2 Basis of measurement [FAS 1]

The consolidated financial statements have been prepared on the historical cost basis except for the investment securities classified as investments at fair value through other comprehensive income. [Identify and disclose other components of statement of financial position not recorded at historical cost].

2.3 Functional and presentation currency [FAS 1]

These consolidated financial statements are presented in CU, which is the institution's functional and presentation currency. Except as otherwise indicated, financial information presented in CU has been rounded to the nearest thousands.

2.4 Use of estimates and judgments [FAS 1]

The preparation of financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. The estimates and assumptions are based on historical experience and various other factors including expectation of future events that are believed by the institution to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. The significant use of judgments and estimates are as follows:

2.4.1 Impairment assessment [FAS 30]

Impairment of financial assets

The Group applies three-stage approach to measure expected credit losses on financial assets carried at amortised cost. Assets migrate through the following three stages based on the change in credit quality since initial recognition.

In case where there is no collaterals or guarantees which the Group can recover its exposure, the past due rules as per Group’s policy or local requirements, whichever is stricter, are applied for allowance for credit losses calculation.

2.4.2 Fair value of investments

The determination of fair values of unquoted investments requires management to make estimates and assumptions that may affect the reported amount of assets at the date of consolidated financial statements.

Nonetheless, the actual amount that is realised in a future transaction may differ from the current estimate at fair value and may still be outside management estimates, given the inherent uncertainty surrounding valuation of unquoted investments.

2.4.3 Going concern [FAS 1]

The Group’s management has assessed its ability to continue as a going concern and is satisfied that the Group has the resources to continue its business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Group’s ability to continue as a going concern. Therefore, the consolidated financial statements continue to be prepared on the going concern basis.

2.4.4 Classification of investments

Management decides, based on its business model, at the time of acquisition of an investment whether it should be classified as equity-type instrument at fair value through statement on income, equity-type instrument at fair value through other comprehensive income, debt-type instrument at fair value through statement of income or debt-type instrument at amortised cost.

2.5 Basis of consolidation [FAS 23]

The consolidated financial statements comprise the financial statements of the institution and its subsidiary as at end of the financial reporting period. The financial statements of the subsidiary are prepared for the same reporting period as the institution, using consistent accounting policies.

All intra-group balances, transactions, income, expenses, profits, and losses are eliminated in full on consolidation. Subsidiary is fully consolidated from the date control is transferred to the institution and continue to be consolidated until the date that control ceases. Control is achieved where the institution has the power to govern the financial and operating policies of an entity so as to obtain benefit from its activities.

Non-controlling interests in a subsidiary's net assets are reported as a separate item in the Group's owners' equity. In the consolidated statement of income, non-controlling interests are included in net income, and shown separately from that of the shareholders.

Non-controlling interests consist of the amount of those interests at the date of the original business combination and the non-controlling interests' share of changes in owners' equity since the date of combination. Losses applicable to the non-controlling interests in excess of the non-controlling interests in a subsidiary's equity are allocated against the interests of the Group except to the extent that the non-controlling interests have a binding obligation and are able to make an additional investment to cover the losses.

Transactions with non-controlling interests are managed in the same way as transactions with external parties. Sale of participations to non-controlling interests result in a gain or loss that is recognised in the consolidated statement of income. Changes in the ownership interest in a subsidiary that do not result in a loss of control are accounted for as equity transaction.

The principal subsidiary of the institution, which is consolidated in these consolidated financial statements is as follows:

	Ownership for prior / current period	Year of incorporation	Country of incorporation	No. of branches / offices at end of the period
Held directly by the institution				
ABC	xxx	xxx	xxx	xxx

3. Significant accounting policies

3.1 Ijarah Muntahia Bittamleek [FAS 32]

Ijarah Muntahia Bittamleek (Ijarah MBT) is a hybrid Ijarah arrangement which, in addition to the Ijarah contract, includes a promise resulting in transfer of the ownership of the underlying asset to the lessee, either after the end of the term of the Ijarah period or by stages during the term of the contract. Such transfer of the ownership is executed through a sale or a gift, or a series of sales transactions – independent of Ijarah contract.

The institution, in its capacity either as a lessor or lessee, classifies each of its Ijarah as:

a. an operating Ijarah;
b. an Ijarah MBT, including the following types:
    i. an Ijarah MBT – with expected transfer of ownership after the end of the Ijarah term – either through a sale or a gift; or
    ii. an Ijarah MBT with gradual transfer – with gradual transfer of ownership during the Ijarah term (including Diminishing Musharaka Ijarah).

Assets acquired for Ijarah are stated at cost, less accumulated depreciation. Depreciation is provided on the straight-line method over the period of the lease or useful life, whichever is lower. Ijarah income receivables represent outstanding rentals at the end of the period less any expected credit losses.
Ijarah income is recognised on a time apportioned basis over the Ijarah term and is stated net of depreciation. Income related to non-performing ijarah Muntahia Bittamleek accounts that are non-performing is excluded from the consolidated statement of income.

3.2 Sukuk, shares and other securities [FAS 33]

Investment securities comprise investments in debt-type, equity-type or other investment instruments.

(i) Classification

Debt-type instruments are a type of investment instruments, whereby the transaction structure results in creation of a monetary or non-monetary liability. Equity-type instruments are the instruments that evidence a residual interest in the assets of an entity after deducting all its liabilities and quasi-equity balances, including ordinary equity instruments and such other structured investment instruments that classify as equity instrument. Other investment instruments are such investment instruments which do not meet the definition of either debt-type or equity-type instruments.

Investments in debt-type instruments are classified into the following categories: 1) at amortised cost or 2) at fair value through equity.

An investment is measured at amortised cost if both of the following conditions are met:

a. the investment is held within a business model whose objective is to hold such investment in order to collect expected cash flows till maturity of the instrument; and
b. the investment represents either a debt-type instrument or other investment instrument having reasonably determinable effective yield.

An investment is measured at fair value through equity if both of the following conditions are met:

a. the investment is held within a business model whose objective is achieved by both collecting expected cash flows and selling the investment; and
b. the investment represents a non-monetary debt-type instrument or other investment instrument having reasonably determinable effective yield.

An investment is measured at fair value through income statement unless it is measured at amortised cost or at fair value through equity or if irrevocable classification choices at initial recognition.

On initial recognition, the Group makes an irrevocable election to designate certain equity instruments that are not designated at fair value through statement of income to be classified as investments at fair value through other comprehensive income.

(ii) Measurement

Initial recognition
All investments are initially recognised at their fair value plus transaction costs except for investments at fair value through income statement. Transaction costs relating to investments at fair value through income statement are charged to the income statement when incurred.

Subsequent measurement
At the end of each reporting period, investments carried at amortised cost are re-measured as such using the effective profit rate method. All gains or losses arising from the amortisation process and those arising from de-recognition or impairment of the investment, are recognised in the income statement. While applying the effective profit rate method, the commencement (or consummation in case of trade-based transaction) date of the respective transaction in line with Shari'ah is considered as the date of initial cash outflow, if the investment is made at the subscription stage of the instrument or at any time before the commencement (consummation) of such transaction.
Investments carried at amortised cost are tested for impairment at each reporting period in accordance with FAS 30 "Impairment, Credit Losses and Onerous Commitments".

Investments carried at fair value through income statement are re-measured at fair value at the end of each reporting period. The resultant re-measurement gain or loss, if any, being the difference between the carrying amount and the fair value is recognised in the income statement. All other income and expenses arising from these investments shall be recognised in the income statement.
For investment at fair value through income statement, items accounted for in income statement are recognised taking into consideration the split between the portion related to owners' equity and the portion related to the equity of profit and loss taking stakeholders, including investment accountholders.

Investments carried at fair value through equity are re-measured at fair value at the end of each reporting period. The resultant re-measurement gain or loss, if any, being the difference between the carrying amount and the fair value is directly recognised in equity under "investments fair value reserve", taking into consideration the split between the portion related to owners' equity and the portion related to the equity of profit and loss taking stakeholders, including investment accountholders.

Investments carried at fair value through equity are tested for impairment at each reporting period in accordance with FAS 30 "Impairment, Credit Losses and Onerous Commitments".

(iii) Measurement principles

Amortised cost measurement
The amortised cost of a financial asset or liability is the amount at which the financial asset or liability is measured at initial recognition, minus capital repayments, plus or minus the cumulative amortisation using the effective profit method of any difference between the initial amount recognised and the maturity amount, minus any reduction for impairment. The calculation of the effective profit rate includes all fee and points paid or received that are an integral part of the effective profit rate.

Fair value measurement
Fair value is the amount for which an asset could be exchanged, or an obligation settled between well informed and willing parties (seller and buyer) in an arm's length transaction. The Group measures the fair value of quoted investments using the market bid price for that instrument at the close of business on the consolidated statement of financial position date. For investment where there is no quoted market price, a reasonable estimate of the fair value is determined by reference to the current market value of another instrument, which is substantially the same or is based on the assessment of future cash flows. The cash equivalent values are determined by the Group by discounting future cash flows at current profit rates for contracts with similar term and risk characteristics.

3.3 Investment in associates

Associates are entities over which the Group has significant influence. Significant influence is the power to participate in the financial and operating decisions of the investee, but not to control or joint control over those polices. Investments in associates are accounted for by the equity method of accounting and are initially recognised at cost (including transaction costs directly related to acquisition of investment in associate). The Group's investment in associates includes goodwill (net of any accumulated impairment loss) identified on acquisition.

The Group's share of its associates' post-acquisition profits or losses is recognised in the consolidated statement of income; its share of post-acquisition movements in reserve is recognised in equity. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equal or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

The Group determines at each reporting date whether there is any objective evidence that the investment in associate is impaired. If this is the case the Group calculates the amount of impairment as being the difference between the fair value of the associate and the carrying value and recognises the amount in the consolidated statement of income.

Intergroup gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Intragroup losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. For preparation of these consolidated financial statements, equal accounting policies for similar transactions and other events in similar circumstances are used. Dilution gains and losses in associates are recognised in the consolidated statement of income.

The Group's share of the results of associates is based on financial statements available up to a date not earlier than three months before the date of the consolidated statement of financial position, adjusted to conform to the accounting policies of the Group.

The accounting policies of associates have been changed where necessary to ensure consistency with policies adopted by the Group.

Upon loss of significant influence over the associate, the Group measures and recognises any retaining investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retaining investment and proceeds from disposal is recognised in the consolidated statement of income.

3.4 Al-Wakala Bi Al-Istithmar

Al-Wakala Bi Al-Istithmar is used as a short to medium- and long-term working capital financing tool. The institution, in its capacity as the principal (hereinafter referred to as the "Muwakkil") appoints the client as its agent (hereinafter referred to as the "Wakil") to manage the investment amount (hereinafter referred to as the "Investment amount") in Shari'ah compliant activities that may be entered into, as agreed, by the Wakil on behalf of the Muwakkil. The prime objective of making such an investment is to generate profit from the business activities and get the Investment Amount paid back along with the profit amount, if any, on the investment maturity date based on the anticipated profit rate Investments.

The standard FAS 31 "Investment Agency (Al-Wakala Bi Al-Istithmar)" defines the accounting principles and reporting requirements for investment agency (Al-Wakala Bi Al-Istithmar) transactions and instruments, in the hands of both the principal and the agent. The standard requires the principal to evaluate the nature of the investment as either a) a pass-through investment or b) Wakala venture.

In case of a pass-through investment approach, the principal shall initially recognise the assets underlying the Wakala arrangement in its books of account applying the initial recognition principles as applicable in line with respective AAOIFI FAS. The principal may opt to apply the Wakala venture approach if, and only if, the investment agency contract meets any of the conditions described below:

(i) the instrument is transferable;

(ii) the investment is made in a single asset (or pool of assets) where such asset(s) are subject to frequent changes throughout the term of the contract i.e., there are routine changes or replacements over the term of arrangement (unless it constitutes a business) at the discretion of the agent; or

(iii) the role of the agent is not limited whereby the agent performs day-to-day asset management function and, where applicable, is also responsible for replacement of assets or recoveries against them.

In case of Wakala venture approach, an investment is accounted for in the books of the investor applying the "equity method of accounting"; where the investment is recognised initially at cost and subsequently is measured at the end of the financial period at carrying amount and is adjusted to include the investor's share in profit or loss of the Wakala venture. From the agent perspective, the standard requires that at inception of the transaction the agent shall recognise an agency arrangement under off-balance-sheet approach since the agent does not control the related assets / business. However, there are exceptions to off-balance-sheet approach whereby virtue of additional considerations attached to the instrument based on investment agency may mandate the same to be accounted for as on-balance-sheet. An agent may maintain multi-level investment arrangements. Under such arrangement, the Group is reinvesting Wakala funds into a secondary contract. Such secondary contracts shall be accounted for in line with the requirements of respective AAOIFI FAS in the books of the agent.

3.5 Property, plant and equipment [IAS 16]

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditures that are directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the assets and restoring the site on which they are located.
When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.
The gain or loss on disposal of an item of property, plant and equipment is determined by comparing the proceeds from disposal with the carrying amount of the item of fixed assets and is recognised in other income/other expenses in the consolidated statement of income.

(ii) Subsequent costs

The cost of replacing a component of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in consolidated statement of income as incurred.

Depreciation is recognised in consolidated statement of income on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment since this closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset and is based on cost of the asset less its estimated residual value. Land and work-in-progress are not depreciated.

The estimated useful lives for the current and comparative periods are as follows:

Buildings 20 years
IT equipment 3-5 years
Fixtures and fittings 5-7 years
Motor vehicles 5 years
Plant and machinery 10 years

Useful lives and residual values are reassessed at each reporting date and adjusted prospectively, if appropriate.

Repairs and maintenance expenses are charged to the statement of income when incurred.

3.6 **Intangible assets [IAS 38]**

Intangible assets acquired separately are measured on initial recognition at cost. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in the consolidated statement of income in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed to be either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is reviewed at each financial period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset is accounted for by changing the amortisation period or method, as appropriate, and treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the consolidated statement of income in the expense category consistent with the nature of the intangible asset.

Intangible assets with indefinite useful lives are not amortised but are tested for impairment annually either individually or at the cash generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life assessment continues to be supportable. If not, the change in the useful life from indefinite to finite is made on a prospective basis. Goodwill that arises upon the acquisition of subsidiaries is included in intangible assets. Subsequent to initial recognition goodwill is measured at cost less accumulated impairment losses.

Intangible assets other than goodwill are amortised over their useful lives and carried net of accumulated amortisation and impairment losses.

A summary of the useful lives and amortisation methods of Group's intangible assets are as follows:

Software
Useful life
Finite (5 years)
Amortisation method used
Amortised on a straight-line basis over the periods of availability
Internally generated or acquired
Acquired

3.7 **Customers' Qard / current accounts**

Balances in Qard / current accounts do not carry any return and are recognised when received by the Group. The transactions are measured as the amount received by the institution at the time of contracting. At the end of the reporting period, these accounts are measured at amortised cost.

3.8 **Quasi-equity**

Quasi-equity is an element of the financial statements that represents participatory contributions received by an institution on a profit sharing or participation basis. It has:

(i) primary characteristics of equity i.e., in case of loss (unless negligence / misconduct / breach of contractual terms is proved), the institution is not liable to return the lost funds to the fund providers and the fund providers share the residual interest in the underlying assets or business;
(ii) certain characteristics of a liability i.e., it has a maturity or a put option of redemption / liquidation; and
(iii) certain specific features i.e., the rights of the fund providers are limited only to the underlying assets or business and not on the whole of the institution, as well as, they do not have certain rights associated only with owners' equity.

All contributions of quasi-equity holders are measured by the amount received during the time of contracting. At the end of the financial period, the equity of quasi-equity holders is measured at the amount received plus accrued profit and related reserves less amounts settled.
Quasi-equity holders include participatory investment accounts (unrestricted investment accounts and other on-balance-sheet investment accounts), quasi-equity-type Sukuk and other quasi-equity. [Provide details].

3.9 Investment accounts

The Group manages and deploys investment accounts according to its Articles of Association. In this respect, the institution invests its own funds separately or jointly with amount received from IAH. These funds received are managed in accordance with Shari'ah requirements and standard of prudence is applied in the context of managing the overall portfolios to enable the institution to exercise its fiduciary responsibilities. The Group is authorised by quasi-equity holders to invest the funds on the basis of Mudaraba, Murabaha, Salam, Ijarah transactions and other forms of contract in a manner which the Group deems appropriate without laying down any restrictions as to where, how and for what purpose the funds should be invested.

3.10 Investment risk reserves [FAS 35]

Investment risk reserves (IRR) are amounts appropriated out of the income of quasi-equity holders, after allocating the Mudarib share, in order to cater against future losses for quasi-equity holders. IRR maintained in line with the requirements of FAS 35 “Risk Reserves”, for each category of stakeholders, are sufficient to absorb the combined monetary effect of credit risk, market risk and equity investment risk applicable to such category of stakeholders. Such combined monetary effect is calculated according to Table “B” of Appendix C of FAS 35 “Risk Reserves”. The institution’s policies in this regard have been developed with prudence and according to the best practices of risk management.

3.11 Profit equalization reserve [FAS 35]

Profit equalization reserves (PER) are amounts appropriated out of the Mudaraba income, before allocating the Mudarib share, in order to maintain a certain level of return on investments for quasi-equity holders. PER maintained in line with the requirements of FAS 35 “Risk Reserves”, for each category of stakeholders, are sufficient to absorb the combined monetary effect of rate of return risk and displaced commercial risk applicable to such category of stakeholders. Such combined monetary effect is calculated according to Table “A” of Appendix C of FAS 35 “Risk Reserves”. The institution’s policies in this regard have been developed with prudence and according to the best practices of risk management.
The Group appropriates a certain amount in excess of the profit to be distributed to quasi-equity holders before taking into consideration the Mudarib share of income. This is used to maintain a certain level of return on investment for quasi-equity holders.

3.12 Off-balance-sheet assets under management [FAS 1]

The term off-balance-sheet assets under management includes investment agency (Al-Wakala Bi Al-Istithmar) and other assets under management. It represents funds received by the institution from third parties for investment in specified products as directed by the investment accountholders. These assets are managed in a fiduciary capacity and the institution has no entitlement to these assets. Clients bear all of the risks and earn all of the rewards on these investments. Off-balance-sheet assets under management are not included in the consolidated statement of financial position since the institution does not have the right to use or dispose these investments except within the conditions of the contract between the institution and off-balance-sheet assets under management.

3.13 Taxation

Taxation is provided for based on local tax laws. Income tax comprises current and deferred tax. Income tax expense is recognised in statement of income except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity. Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous periods. Deferred tax is calculated using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is measured at the tax rates that are expected to be applied to the temporary difference when they reverse, based on the laws that have been enacted or substantively enacted at the reporting date. A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

3.14 Wa’ad, Khiyar and Tahawwut (accounting policy) [FAS 38]

Wa’ad (promise) is a unilateral undertaking (constructive obligation) assumed by one party. The unilateral promise is understood to be binding in Shari'ah on the individual who makes it, unless a legitimate excuse under Shari’ah arises and prevents its fulfilment. Wa’ad may be classified as:

i. binding Wa’ad (promise) – is a Wa’ad which becomes binding on the promisor by virtue of juristic rules if it is pending on a cause and the promisee has incurred costs by reason of the promise, or by virtue of the promisor expressly making the same binding on itself; and
ii. non-binding Wa’ad (promise) – is a Wa’ad other than a binding promise.

Khiyar (option) is an option (expressed or implied) that is contained within a sale, Ijarah or other contract, allowing one party to unilaterally nullify or revoke the contract or to unilaterally amend the contract in a manner that the subject matter is materially changed.

Tahawwut (hedging) arrangement – is a mechanism to mitigate the risk of unfavourable future fair value changes or cash flow differentials by way of entering into a Wa’ad or Khiyar (for a stipulated period of time) arrangement or a series thereof.

3.15 Segment reporting [FAS 1]

Segment information is presented for each of the parent, subsidiary or associate’s separate financial statements. However, where both the consolidated financial statements of the Group, or its subsidiary or associate, and the separate financial statements are presented together, segment information is only be presented on the basis of consolidated financial statements.

An operating segment is a distinguishable component of an institution:

a. that engages in business activities earning income and incurring expenses (including income and expenses relating to transactions with other components of the same institution);
b. whose operating results are regularly reviewed by the institution’s decision makers and those charged with governance, usually the board of directors;
c. whose functions are managed by a dedicated segment management; and
d. for which discrete financial information is available.

Two or more segments are combined together if they are substantially similar and disclosing their separate results would not add significant value to the users of the financial statements.

3.16 Shari’ah non-compliant income and charity

The institution is committed to avoid recognising any income generated from Shari’ah non-compliant sources. Accordingly, all Shari’ah non-compliant income is credited to a charity fund and the institution disburses these funds according to the Shari'ah Supervisory Board supervision and instructions.

The institution discloses:
a. significant sources of charity;
b. amounts paid by the institution from the charity during the period;
c. balances available at the beginning and end of the period; and
d. corporate social responsibility (CSR) perspective of the charity payments, if any.

The institution also uses this mechanism for disbursement of charity from their own funds. The other sources of inflows to the charity and their application are disclosed separately. The disclosures are based on the provisions of paragraphs 60-62 of the FAS 1 "General Presentation and Disclosures in the Financial Statements".

		Current period	Prior period[4]
		---------- (CU in '000) ----------	

4. **Business combinations** [See appendix]

5. **Cash and balances with central bank**

		Current period	Prior period
Cash in hand		xxxxx	xxxxx
Balances with central bank*		xxxxx	xxxxx
		xxxxx	**xxxxx**

*Excluding the capital or statutory deposits held by central banks that are not to be released even in extreme liquidity crises.

[The balances with central bank exclude the capital / statutory deposits held by central banks that are not to be released even in extreme liquidity crises. These deposits include the funds held by the central bank to fulfil licensing requirements. Such deposits should be disclosed under other assets. An Islamic bank shall disclose information about the extent and nature of the deposit accounts, including significant terms and conditions and restrictions that may affect the amount, timing and certainty of future cash flows. Cash and balances with central bank may include, where applicable according to the respective regulations, the following:

a. statutory liquidity requirements;
b. cash reserve requirements;
c. clearing account balances; and
d. deposit insurance cash maintenance requirements.

(See note ____ for capital related / long-term deposits, classified under other assets.)]

6. **Receivables from, and participatory investments with, FIs**

	Note	Current period	Prior period
Current / non-remunerative			
Local FIs – local currency		xxxxx	xxxxx
Local FIs – foreign currency		xxxxx	xxxxx
Foreign FIs – foreign currency		xxxxx	xxxxx
		xxxxx	**xxxxx**
Tawarruq (Commodity Murabaha) receivables from FIs – local currency* – gross		xxxxx	xxxxx
Less: deferred cost		(xxxxx)	(xxxxx)
Tawarruq (Commodity Murabaha) receivables from FIs – local currency – net		**xxxxx**	**xxxxx**
Participatory investments with IFIs	6.1	xxxxx	xxxxx
		xxxxx	**xxxxx**
Less: allowance for impairment and expected credit losses	6.2	(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**

*Provide bifurcated disclosure for receivables from local FIs in foreign currency and receivables from foreign FIs in foreign currency, as applicable.

[Provide disclosure of bifurcation of receivables (both current / non-remunerative and Tawarruq (Commodity Murabaha)) if the same are receivable from conventional FIs subject to necessary Shari'ah approvals.]

[4] Prior period balances are not bifurcated in these illustrative financial statements generally. However, where they have material significance, the full break-up – similar to the current period – shall be disclosed for prior periods.

	Current period	Prior period
	---------- (CU in '000) ----------	
6.1 Participatory investments with IFIs		
Local IFIs – local currency	xxxxx	xxxxx
Local IFIs – foreign currency	xxxxx	xxxxx
Foreign IFIs – foreign currency	xxxxx	xxxxx
	xxxxx	**xxxxx**

[These participatory investments may be on the basis of Musharaka, Mudaraba or Al Wakala Bi Al-Istithmar (Wakala venture approach). Where considered material, further information as per appropriate classification shall be provided.]
[Nostro accounts etc., should be generally classified under this caption. Balances with FIs that are neither treasury placements nor within the money market shall not be disclosed under this caption and taken to the respective disclosure. An Islamic bank shall disclose information about the extent and nature of the deposit accounts, including significant terms and conditions that may affect the amount, timing and certainty of future cash flows.
The participatory investments may be with the IFIs on the basis of Musharaka, Mudaraba or Al Wakala Bi Al-Istithmar (accounted for under Wakala venture approach only). Where necessary, further classification and details may be provided. The participatory investments in entities which are not IFIs shall not be included here and shall instead be disclosed under the caption "participatory investments" (note 9).]

6.2 Allowance for impairment and expected credit losses

	Current period						**Prior period**
	---------------- (CU in '000) ----------------						
	Local FIs – local currency	Local FIs – foreign currency	Foreign FIs – foreign currency	Tawarruq (Commodity Murabaha)	Participatory investments with IFIs	Total	Total
Balance as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Impact of change in policy	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Impairment losses as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Released / provided during the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Balance as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

		Current period	Prior period
		---------- (CU in '000) ----------	
7. Receivables [FAS 7, FAS 10, FAS 28]			
Trade-based receivables	7.1	xxxxx	xxxxx
Other than trade-based receivables	7.2	xxxxx	xxxxx
		xxxxx	**xxxxx**

7.1 Trade-based receivables		
Murabaha receivables* – gross	xxxxx	Xxxxx
Less: deferred profit	(xxxxx)	(xxxxx)
Murabaha receivables – net	**xxxxx**	**xxxxx**

Tawarruq (Commodity Murabaha) receivables – gross		xxxxx	xxxxx
Less: deferred profit		(xxxxx)	(xxxxx)
Tawarruq (Commodity Murabaha) receivables – net		xxxxx	xxxxx
Salam receivables		xxxxx	xxxxx
Istisna’a receivables – gross		xxxxx	xxxxx
Less: deferred profit, if any		(xxxxx)	(xxxxx)
Istisna’a receivables – net		xxxxx	xxxxx
Other trade-based receivables – gross		xxxxx	xxxxx
Less: deferred profit, if any		(xxxxx)	(xxxxx)
Other trade-based receivables – net		xxxxx	xxxxx
		xxxxx	xxxxx
Less: allowance for expected credit losses	7.1.1	(xxxxx)	(xxxxx)
		xxxxx	xxxxx

*Amount includes receivables against deferred payment sales distinguished according to the nature and identifying the maturity profiles of the same.

7.1.1Allowance for expected credit losses

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and stage classification. The amounts presented are gross of credit allowances.

Current period

	Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
	---------------------------- (CU in ‘000)			---------------------------
Murabaha	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha)	xxxxx	xxxxx	xxxxx	xxxxx
Salam	xxxxx	xxxxx	xxxxx	xxxxx
Istisna’a	xxxxx	xxxxx	xxxxx	xxxxx
Others	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

Prior period

	Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
	----------------------- (CU in ‘000)			-----------------------
Murabaha	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha)	xxxxx	xxxxx	xxxxx	xxxxx
Salam	xxxxx	xxxxx	xxxxx	xxxxx
Istisna’a	xxxxx	xxxxx	xxxxx	xxxxx
Others	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

The table below shows the allowance for expected credit losses:

Current period

	Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
	---------------------------- (CU in '000)	----------------------------		
Murabaha	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha)	xxxxx	xxxxx	xxxxx	xxxxx
Salam	xxxxx	xxxxx	xxxxx	xxxxx
Istisna'a	xxxxx	xxxxx	xxxxx	xxxxx
Others	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

Prior period

	Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
	---------------------------- (CU in '000)	----------------------------		
Murabaha	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha)	xxxxx	xxxxx	xxxxx	xxxxx
Salam	xxxxx	xxxxx	xxxxx	xxxxx
Istisna'a	xxxxx	xxxxx	xxxxx	xxxxx
Others	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

An analysis of the changes in allowances for expected credit losses, is as follows:

Current period

		Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
		(CU in '000)			
Balance as at beginning of period	A	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period					
- transferred to Stage 1: 12-month ECL	B	xxxxx	(xxxxx)	(xxxxx)	xxxxx
- transferred to Stage 2: Lifetime ECL not credit-impaired	C	(xxxxx)	xxxxx	(xxxxx)	xxxxx
- transferred to Stage 3: Lifetime ECL credit-impaired	D	(xxxxx)	(xxxxx)	xxxxx	xxxxx
Net measurement of expected credit loss allowance for the period	E=B+C+D	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	F	N/A	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for expected credit losses during the period	G=E-F	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	H	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	I	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference – net	J	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	K=A+G-H-I-J	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

Prior period

		Stage 1: 12-month ECL	Stage 2: Lifetime ECL not credit impaired	Stage 3: Lifetime ECL credit impaired	Total
		(CU in '000)			
Balance as at beginning of period	A	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period					
- transferred to Stage 1: 12-month ECL	B	xxxxx	(xxxxx)	(xxxxx)	xxxxx
- transferred to Stage 2: Lifetime ECL not credit-impaired	C	(xxxxx)	xxxxx	(xxxxx)	xxxxx
- transferred to Stage 3: Lifetime ECL credit-impaired	D	(xxxxx)	(xxxxx)	xxxxx	xxxxx
Net measurement of expected credit loss allowance for the period	E=B+C+D	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	F	N/A	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for expected credit losses during the period	G=E-F	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	H	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	I	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference – net	J	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	K=A+G-H-I-J	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

[Insert narrative disclosure, identifying the fair value of total collaterals / securities where applicable, including haircuts.]

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
7.2 Other than trade-based receivables			
Ijarah Muntahia Bittamleek rentals receivable		xxxxx	xxxxx
Operating Ijarah rentals receivable		xxxxx	xxxxx
Declared profit receivables on participatory investments		xxxxx	xxxxx
Others		xxxxx	xxxxx
		xxxxx	xxxxx
Less: allowance for expected credit losses		(xxxxx)	(xxxxx)
		xxxxx	xxxxx

8. Ijarah Muntahia Bittamleek [FAS 32]

	Note	Current period	Prior period
Ijarah Muntahia Bittamleek – through gradual transfer		xxxxx	xxxxx
Ijarah Muntahia Bittamleek – through gift or sale after the end of lease term		xxxxx	xxxxx
		xxxxx	xxxxx
Less: allowance for impairment losses	8.3	(xxxxx)	(xxxxx)
		xxxxx	xxxxx

8.1 Quality of Ijarah Muntahia Bittamleek assets

	Current period			Prior period
	Ijarah Muntahia Bittamleek – through gradual transfer	Ijarah Muntahia Bittamleek – through gift or sale	Total	Total
	---------- (CU in '000) ----------			
Good	xxxxx	xxxxx	xxxxx	xxxxx
Satisfactory	xxxxx	xxxxx	xxxxx	xxxxx
Default	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

8.2 Future lease rentals – liquidity schedule

	Past due	Due within one year	Due within 1 to 5 years	Total
	---------- (CU in '000) ----------			
Ijarah Muntahia Bittamleek – through gradual transfer	xxxxx	xxxxx	xxxxx	xxxxx
Ijarah Muntahia Bittamleek – through gift or sale	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx	xxxxx

8.3 Movement in allowance for impairment losses:

	Current period Ijarah Muntahia Bittamleek – through gradual transfer	Ijarah Muntahia Bittamleek – through gift or sale	Total	Prior period Total
	(CU in '000)			
Balance as at the beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period				
Net measurement of allowance for impairment for the period	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for impairment losses during the period	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference - net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	xxxxx	xxxxx	xxxxx	xxxxx

	Note	Current period	Prior period
		---------- (CU in ‘000) ----------	

9. Participatory investments [FAS 3, FAS 4, FAS 31]

	Note	Current period	Prior period
Mudaraba			
Restricted		xxxxx	xxxxx
Unrestricted		xxxxx	xxxxx
Permanent Musharaka		xxxxx	xxxxx
Running Musharaka		xxxxx	xxxxx
Diminishing Musharaka		xxxxx	xxxxx
Al-Wakala Bi Al-Istithmar	9.1	xxxxx	xxxxx
		xxxxx	**xxxxx**
Less: allowance for impairment losses	9.2	(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**

[Consider providing additional notes with regard to the nature of investments and any restrictions, etc. that might be useful for the readers of the financial statements.]
The participatory investments in entities which are not IFIs shall be disclosed under this caption.

9.1 Al-Wakala Bi Al-Istithmar

Wakala venture approach

	Current period	Prior period
Investment acquired during the period at cost / brought forward	xxxxx	xxxxx
Investor’s share in income / (loss) of Wakala venture	xxxxx	xxxxx
Gain / (loss) from foreign currency translation	xxxxx	xxxxx
Less: periodic capital redemptions	(xxxxx)	(xxxxx)
Less: agent’s remuneration (including variable remuneration)	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**

Pass through approach

Assets, liabilities, revenues, expenses, gains and losses are aggregated on a line-by-line basis in the financial statements. The aggregate amounts added in respective line items are:

	Current period	Prior period
Assets	xxxxx	xxxxx
Liabilities	xxxxx	xxxxx
Net assets	xxxxx	xxxxx
Revenue	xxxxx	xxxxx
Expenses	(xxxxx)	(xxxxx)
Gain / (loss)	xxxxx	xxxxx

The table below shows the credit quality and the maximum exposure to credit risk based on the Group's internal credit rating system and stage classification. The amounts presented are gross of credit allowances.

	Current period							Prior period
	Mudaraba		Permanent Musharaka	Running Musharaka	Diminishing Musharaka	Al-Wakala Bi Al-Istithmar	Total	Total
	Restricted	Unrestricted						
	(CU in '000)							
Good	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Satisfactory	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Default	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

9.2 Movement in allowance for impairment losses:

	Current period							Prior period
	Mudaraba		Permanent Musharaka	Running Musharaka	Diminishing Musharaka	Al-Wakala Bi Al-Istithmar	Total	Total
	Restricted	Unrestricted						
	(CU in '000)							
Balance as at beginning of period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period								
Net measurement of allowance for impairment for the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for impairment losses during the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference – net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

10. Investments in associates and joint ventures [FAS 24, IAS 28, IAS 31]

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
Balance as at beginning of the period		xxxxx	xxxxx
Investment acquired during the period		xxxxx	xxxxx
Gain / (loss) from foreign currency translation		xxxxx	xxxxx
Share of income / (loss) from associates and joint ventures during the period		xxxxx	xxxxx
Cash dividends received		(xxxxx)	(xxxxx)
Less: associates / joint ventures sold or transferred		(xxxxx)	(xxxxx)
Gain / (loss) on deemed disposal		xxxxx	xxxxx
		xxxxx	**xxxxx**
Less: allowance for impairment losses	10.1	(xxxxx)	(xxxxx)
Balance as at end of the period		**xxxxx**	**xxxxx**

The Group has the following investments in associates:

	Company's activities	Country of incorporation	Ownership percentage			
			Current	Prior	Current	Prior
			%		CU in '000	
Company ABC	Real estate	KLM	**49%**	49%	xxx	xxx
Company XYZ	Financing	QRS	**49%**	49%	xxx	xxx
					xxx	**xxx**

The financial position and revenue of associates based on its financial statements which were considered by the Group for the end of the financial reporting period are as follows:

	Company ABC	Company XYZ	Total
Current period	--------- (CU in '000) ----------		
Total assets	xxx	xxx	xxx
Total liabilities	xxx	xxx	xxx
Total revenue	xxx	xxx	xxx
Share of loss / income	xxx	xxx	xxx

	Company ABC	Company XYZ	Total
Prior period	--------- (CU in '000) ----------		
Total assets	xxx	xxx	xxx
Total liabilities	xxx	xxx	xxx
Total revenue	xxx	xxx	xxx
Share of loss / income	xxx	xxx	xxx

10.1 Movement in allowance for impairment losses:

	Current period			Prior period
	Investment in associates	Investment in joint ventures	Total	Total
	---------------------------------- (CU in '000) ----------------------------------			
Balance as at the beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period				
Net measurement of allowance for impairment for the period	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for impairment losses during the period	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference - net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	xxxxx	xxxxx	xxxxx	xxxxx

	Note	Current period	Prior period
		---------- (CU in '000) ----------	

11. Investments in Sukuk, shares and other securities [FAS 33]

	Note	Current period	Prior period
Investments in Sukuk – net	11.1	xxxxx	xxxxx
Investments in shares and other securities – net	11.2	xxxxx	xxxxx
		xxxxx	**xxxxx**

11.1 Investments in Sukuk

	Current period				Prior period			
	Cost / amortised cost	FVOCI	FVSI	Total	Cost / amortised cost	FVOCI	FVSI	Total
International listed Sukuk	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
International un-listed Sukuk	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Local listed Sukuk	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Local un-listed Sukuk	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Less: allowance for impairment losses	(xxxxx)	(xxxxx)	N/A	(xxxxx)	(xxxxx)	(xxxxx)	N/A	(xxxxx)
Less: allowance for expected credit losses (where applicable) *	(xxxxx)	N/A	N/A	(xxxxx)	(xxxxx)	N/A	N/A	(xxxxx)
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

11.2 Investments in shares and other securities

Shares	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: allowance for impairment losses	(xxxxx)	(xxxxx)	N/A	(xxxxx)	(xxxxx)	(xxxxx)	N/A	(xxxxx)
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Other securities	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: allowance for impairment losses	(xxxxx)	(xxxxx)	N/A	(xxxxx)	(xxxxx)	(xxxxx)	N/A	(xxxxx)
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

*[where material, provide disclosures in line with other notes on expected credit losses]

11.3 Movement in allowance for impairment losses:

	Current period				Prior period
	Sukuk	Shares	Other securities	Total	Total
	---------- (CU in ‘000) ----------				
Balance as at the beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period					
Net measurement of allowance for impairment for the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for impairment losses during the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference - net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

12. Investments in real estate [FAS 26]

	Note	Current period	Prior period
		---------- (CU in ‘000) ----------	
Investments in real estate – at cost less depreciation	12.1	xxxxx	xxxxx
Investments in real estate – at fair value	12.2	xxxxx	xxxxx
		xxxxx	**xxxxx**

12.1 At cost

	Current period				Prior period			
	Held for periodical income	Held for capital appreciation	Held for per. inc. and cap. app.	Total	Held for periodical income	Held for capital appreciation	Held for per. inc. and cap. app.	Total
Balance as at beginning of period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers to / from fixed assets	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions during the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: depreciation	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Less: disposals during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Less: allowance for impairment losses	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

12.2 At fair vale

	Current period				Prior period			
	Held for periodical income	Held for capital appreciation	Held for per. inc. and cap. app.	Total	Held for periodical income	Held for capital appreciation	Held for per. inc. and cap. app.	Total
Balance as at beginning of period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers to / from fixed assets	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions during the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Fair value gains / (losses) taken to OCI	(xxxxx)	(xxxxx)	xxxxx	xxxxx	xxxxx	xxxxx	(xxxxx)	(xxxxx)
Less: disposals during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Less: allowance for impairment losses	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

During the period, the Group has revalued its investments in real estate based on valuation performed by independent valuers. The carrying values of the investments were adjusted to reflect the changes in fair value.

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
13. Assets acquired for future delivery [FAS 10, FAS 28]			
Inventories related to Murabaha and other deferred payment sales* - at cost		xxxxx	xxxxx
Less: adjustment for NRV		(xxxxx)	(xxxxx)
Inventories related to Murabaha and other deferred payment sales – net		**xxxxx**	**xxxxx**
Istisna'a work-in-progress – at cost		xxxxx	xxxxx
Less: adjustment for NRV		(xxxxx)	(xxxxx)
Istisna'a work-in-progress – net		**xxxxx**	**xxxxx**
Ijarah MBT assets to be delivered to customers		xxxxx	xxxxx
Operating Ijarah assets to be delivered to customers		xxxxx	xxxxx
Total Ijarah assets to be delivered to customers – at cost		**xxxxx**	**xxxxx**
Less: allowance for impairment losses		(xxxxx)	(xxxxx)
Total Ijarah assets to be delivered to customers – net		**xxxxx**	**xxxxx**
		xxxxx	**xxxxx**

[*These shall be distinguished according to the classification, duly identifying the inventory held under binding promise, held under non-binding promise and / or without any promise to purchase. These may include inventories intended to be held for longer periods with information about the nature and risks associated thereto.]

14. Assets held-for-sale [IFRS 5]

[Adequate description and break-up to be provided.]

15. Property, plant and equipment [IAS 16]

	Note	Current period	Prior period
Property, plant and equipment – for own use	15.1	xxxxx	xxxxx
Property, plant and equipment – for operating Ijarah	15.2	xxxxx	xxxxx
		xxxxx	**xxxxx**

15.1 Property, plant and equipment – for own use – at cost model

	Land and buildings	Plant and equipment	Fixture and fittings	Motor vehicles	Work-in-progress	Total
	-------	-------	-------	(CU in '000)	-------	-------
Current period						
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net	(xxxxx)				xxxxx	(xxxxx)
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated depreciation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Depreciation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated depreciation at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Net carrying value	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Prior period						
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net	(xxxxx)				xxxxx	(xxxxx)
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated depreciation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Depreciation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)	(xxxxx)

Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated depreciation at end of the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Net carrying value	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx

[Where assets have been revalued, the first statement of financial position subsequent to the revaluation shall show the original cost; the revalued amount; the date and amount of the revaluation and the basis thereof; name and qualification of the valuer who should be an independent person competent to do so; the nature of any indices used to determine revaluation; and the carrying amount of each class of property and equipment that would have been included in the financial statements had the assets not been carried at revalued amount. Every statement of financial position subsequent to the revaluation shall show the total amount of the revaluation; the element thereof included in the statement of income and other comprehensive income during the period; and the carrying amount of each class of property and equipment that would have been included in the financial statements had the assets not been carried at revalued amount.]

15.2 Property, plant and equipment – for operating Ijarah

	Plant and equipment	Vehicles	Others	Total
	---------------------------------- (CU in '000)			----------------------------------
Current period				
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net				xxxxx
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated depreciation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Depreciation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated depreciation at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Net carrying value	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Prior period				
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net				xxxxx
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated depreciation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Depreciation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated depreciation at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**

Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Net carrying value	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

[These operating Ijarah assets do not include real estate investments, which are subject to operation Ijarah, and are disclosed in note 12.]

16. Right-of-use assets [FAS 32]

	Land and buildings	Plant and equipment	Fixture and fittings	Motor vehicles	Total
Current period					
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net	(xxxxx)				(xxxxx)
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated amortisation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amortisation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated amortisation at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Net carrying value	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Prior period					
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net	(xxxxx)				(xxxxx)
Disposals	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Accumulated amortisation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amortisation during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated amortisation at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	xxxxx	(xxxxx)	xxxxx	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**	**(xxxxx)**
Net carrying value	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
17. Intangible assets [IAS 38]			
Finite life	17.1	xxxxx	xxxxx
Indefinite life	17.2	xxxxx	xxxxx
		xxxxx	xxxxx

17.1 Intangible assets – finite life

	Software	Patents, copyrights and intellectual property	Total
	------------------ (CU in '000) -------------------		
Current period			
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net	(xxxxx)	xxxxx	Xxxxx
Disposals	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	xxxxx	xxxxx	xxxxx
Accumulated amortisation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)
Amortisation during the period	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx
Accumulated amortisation at end of the period	(xxxxx)	(xxxxx)	(xxxxx)
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	(xxxxx)	(xxxxx)	(xxxxx)
Net carrying value	xxxxx	xxxxx	xxxxx
Prior period			
Cost as at beginning of the period	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx
Transfers / adjustments – net			
Disposals	(xxxxx)	(xxxxx)	(xxxxx)
Cost as at end of the period	xxxxx	xxxxx	xxxxx
Accumulated amortisation at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)
Amortisation during the period	(xxxxx)	(xxxxx)	(xxxxx)
Transfers / adjustments – net	(xxxxx)	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx
Accumulated amortisation at end of the period	(xxxxx)	(xxxxx)	(xxxxx)
Accumulated impairment at beginning of period	(xxxxx)	(xxxxx)	(xxxxx)

Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)
Reversals / transfers / adjustments – net	(xxxxx)	(xxxxx)	(xxxxx)
Disposals	xxxxx	xxxxx	xxxxx
Accumulated impairment at end of the period	(xxxxx)	(xxxxx)	(xxxxx)
Net carrying value	xxxxx	xxxxx	xxxxx

[Consider providing additional disclosures, break-ups and details where material.]

17.2 Intangible assets – indefinite life	Goodwill	Others	Total
		(CU in '000)	
Current period			
Balance as at beginning of the period	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)
Less: accumulated impairment	(xxxxx)	(xxxxx)	(xxxxx)
Net carrying value at the end of the period	**xxxxx**	**xxxxx**	**xxxxx**
Prior period			
Balance as at beginning of the period	xxxxx	xxxxx	xxxxx
Additions	xxxxx	xxxxx	xxxxx
Impairment during the period	(xxxxx)	(xxxxx)	(xxxxx)
Less: accumulated impairment	(xxxxx)	(xxxxx)	(xxxxx)
Net carrying value at the end of the prior period	**xxxxx**	**xxxxx**	**xxxxx**

17.2.1 Movement of allowance for impairment losses:

	Current period			Prior period
	Goodwill	Others	Total	Total
		(CU in '000)		
Balance as at the beginning of the period	xxxxx	xxxxx	xxxxx	xxxxx
Changes during the period				
Net measurement of allowance for impairment for the period	xxxxx	xxxxx	xxxxx	xxxxx
Recoveries / write-backs during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Allowances for impairment losses during the period	xxxxx	xxxxx	xxxxx	xxxxx
Allocation from investment risk reserve during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Amounts written-off during the period	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Foreign exchange difference - net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Balance as at end of the period	xxxxx	xxxxx	xxxxx	xxxxx

18. Other assets	Note	Current period	Prior period
		---------- (CU in '000) ----------	
Capital deposits with central bank		xxxxx	xxxxx
Accrued profit		xxxxx	xxxxx
Prepayments and advances	18.1	xxxxx	xxxxx
Deferred tax asset	45	xxxxx	xxxxx
Others		xxxxx	xxxxx
		xxxxx	xxxxx

18.1 Prepayments and advances [FAS 32]

Advance Ijarah rentals	xxxxx	xxxxx

19. Due to FIs [FAS 1]

Tawarruq (Commodity Murabaha) payable	xxxxx	xxxxx
Salam payable	xxxxx	xxxxx
Other payables	xxxxx	xxxxx
	xxxxx	xxxxx

20. Due to other counterparties

Murabaha payable		xxxxx	xxxxx
Tawarruq (Commodity Murabaha) payable		xxxxx	xxxxx
Istisna'a payable		xxxxx	xxxxx
Salam payable		xxxxx	xxxxx
Arboun and other advances from customers			
Qard accounts	20.1	xxxxx	xxxxx
Security deposits / Hamish Jiddiyyah		xxxxx	xxxxx
Margin accounts		xxxxx	xxxxx
		xxxxx	xxxxx

20.1 Qard accounts

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
By sector:			
Retail		xxxxx	xxxxx
Corporate		xxxxx	xxxxx
Government		xxxxx	xxxxx
Non-Banking Financial Institutions*		xxxxx	xxxxx
		xxxxx	xxxxx

*For amounts related to FIs which are in the nature of banking, refer note 19.

21. Sukuk – liability-type [FAS 34]

Balance as at beginning of the period	xxxxx	xxxxx
Issued during the period	xxxxx	xxxxx
Less: redemption during the period	(xxxxx)	(xxxxx)
Adjustments*	(xxxxx)	(xxxxx)
Balance as at end of the period	xxxxx	xxxxx

*Adjustments may include any waiver / discount, foreign exchange gains / losses, etc.
[Provide nature and explanation.]

22. Net Ijarah liability [FAS 32]

Gross Ijarah liability	xxxxx	xxxxx
Less: deferred Ijarah cost	(xxxxx)	(xxxxx)
	xxxxx	xxxxx

Ijarah liability – maturity profile

	Current period				Prior period
	Within 12 months	More than 12 months but less than 5 years	More than 5 years	Total	Total
	------------------------------- (CU in '000)				----------------------------
Gross Ijarah liability	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: deferred Ijarah cost	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Net Ijarah liability	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx

	Note	Current period	Prior period
		---------- (CU in '000) ----------	
23. Provisions [FAS 1, FAS 30]			
Provision for employee benefits			
Short-term compensated absences		xxxxx	xxxxx
Long-term EOSB		xxxxx	xxxxx
Long-term other benefits		xxxxx	xxxxx
Provisions against off-balance-sheet exposures		xxxxx	xxxxx
Provisions against onerous contracts and commitments		xxxxx	xxxxx
Others		xxxxx	xxxxx
		xxxxx	**xxxxx**

[Provisions against off-balance-sheet exposures may include provisions in line with requirements of FAS 30 "Impairment and Credit Losses and Onerous Commitments" and FAS 38 "Wa'ad, Khiyar and Tahawwut".]

24. Accruals and other liabilities [FAS 1]

	Note	Current period	Prior period
Accounts payable		xxxxx	xxxxx
Return payable on participatory investments (provide break-up where applicable)		xxxxx	xxxxx
Dividend payable		xxxxx	xxxxx
Retention money on contracts		xxxxx	xxxxx
Bills payable		xxxxx	xxxxx
Charity fund	51	xxxxx	xxxxx
Current tax payable to tax authorities	46.1	xxxxx	xxxxx
Deferred tax liability	46.3	xxxxx	xxxxx
Zakah payable			
Legal		xxxxx	xxxxx
Voluntary		xxxxx	xxxxx
	52	xxxxx	xxxxx
Others		xxxxx	xxxxx
		xxxxx	**xxxxx**

25. Participatory investment accounts [FAS 27]

	Note	Current period	Prior period
Investment accounts – FIs	26.1	xxxxx	xxxxx
Investment accounts – Other counterparties	26.2	xxxxx	xxxxx
		xxxxx	**xxxxx**

25.1 Investment accounts – FIs

	Current period	Prior period
Mudaraba	xxxxx	xxxxx
Musharaka	xxxxx	xxxxx
Commingled Al-Wakala Bi Al-Istithmar	xxxxx	xxxxx
Others	xxxxx	xxxxx
	xxxxx	**xxxxx**

	Note	Current period	Prior period
		---------- (CU in '000) ----------	

25.2 Investment accounts – other counterparties

Mudaraba		xxxxx	xxxxx
Musharaka		xxxxx	xxxxx
Commingled Al-Wakala Bi Al-Istithmar		xxxxx	xxxxx
Others		xxxxx	xxxxx
		xxxxx	**xxxxx**

26. Sukuk – quasi-equity-type [FAS 34]

Balance as at beginning of the period		xxxxx	xxxxx
Issued during the period		xxxxx	xxxxx
Less: redemption during the period		(xxxxx)	(xxxxx)
Adjustments*		(xxxxx)	(xxxxx)
Balance as at end of the period		**xxxxx**	**xxxxx**

*Adjustments may include any waiver / discount, foreign exchange gains / losses, etc.
[Provide nature and explanation.]

27. Other quasi-equity

[Provide nature and break-up as appropriate.]

28. Reserves attributable to quasi-equity [FAS 27, FAS 35]

		Current period				Prior period
		Participatory investment accounts	Sukuk – quasi-equity-type	Other quasi-equity	Total	Total
		(CU in '000)				
Profit equalization reserve	28.1	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investment risk reserve	28.2	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Fair value reserve attributable to quasi-equity		xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other reserve (regulatory, etc.)		xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
		xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

28.1 Movement in profit equalization reserve [FAS 30]

	Current period	Prior period
	(CU in '000)	
Balance as at beginning of period	xxxxx	xxxxx
Amount apportioned from income allocable to quasi-equity	xxxxx	-
Foreign exchange difference	-	xxxxx
Reversal during the period	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**Xxxxx**

[Description to be provided for PER in line with relevant AAOIFI FASs.]

28.2 Movement in investment risk reserve [FAS 30]

	Current period	Prior period
Balance as at beginning of period	xxxxx	xxxxx
Amount apportioned from income after Mudarib share	xxxxx	-
Foreign exchange difference	xxxxx	xxxxx
Reversal during the period	(xxxxx)	(xxxxx)
Balance as at end of the period	**xxxxx**	**xxxxx**

The Group has charged a total administrative expense of CU xxx million (prior period: xxx) to quasi-equity for the end of the period.
[Description to be provided for IRR in line with relevant AAOIFI FASs.]

		Current period	Prior period
		------ (CU in '000) ------	
28.3	**Quasi-equity by type**		
	Mudaraba accounts	xxxxx	xxxxx
	On-balance-sheet commingled Wakala	xxxxx	xxxxx
		xxxxx	xxxxx

[Provide break-down for material items.]

28.3.1 On-balance-sheet commingled Wakala

[Disclosure shall be provided for commingled Wakala with necessary bifurcation and the relevant note reference of the original Wakala transaction.]

28.4	**Quasi-equity by maturity**		
	Accounts on demand	xxxxx	xxxxx
	Accounts on a contractual basis*	xxxxx	xxxxx
		xxxxx	xxxxx

*These can be withdrawn subject to deduction of profit upon management discretion.

29 Paid-up share capital

	Current period	Prior period
	------ (CU in '000) ------	
Authorised share capital – xxx million shares (CU xx each)	**xxxxx**	**xxxxx**
Issued and paid-up capital		
As at the beginning of the period	xxxxx	xxxxx
Issued during the year – xxx million shares (CU xx each)	xxxxx	xxxxx
As at the end of the period – issued and fully paid	**xxxxx**	**xxxxx**

*Issued and fully paid capital comprises of xxx million shares with a nominal value of CU xx each, (prior period: xxx million shares with a nominal value of CU xxx each).

30 Reserves [FAS 35]

		Current period	Prior period
Regulatory / statutory reserve		xxxxx	xxxxx
Risk reserves		xxxxx	xxxxx
Fair value reserve attributable to owners' equity	30.1	xxxxx	xxxxx
Other reserves		xxxxx	xxxxx
		xxxxx	xxxxx
Less: proposed cash dividends	30.2	(xxxxx)	(xxxxx)
		xxxxx	**xxxxx**

30.1 Fair value reserve attributable to owners' equity

Fair value reserve represents unearned profits or losses at period end. The profit is not available for distribution unless realised and charged to the consolidated statement of income.

	Current period	Prior period
Investments carried as fair value through other comprehensive income:		
Balance as at beginning of period	xxxxx	xxxxx
Movement during the period	xxxxx	xxxxx
Share attributable to quasi-equity	xxxxx	xxxxx
Balance as at end of the period	**xxxxx**	**xxxxx**

30.2 Proposed cash dividends

The Board of Directors has approved, on [insert date], a cash dividend of 40% of paid up share capital amounting to CU xxx – CU xxx per share (prior period: 40% of paid up share capital amounting to CU xxx – CU xx per share) which is subject to approval at the Annual General Meeting of the shareholders of the institution.

31. Perpetual / convertible equity-type instruments [FAS 33]

	Current period	Prior period
	------ (CU in '000) ------	
Balance as at beginning of the period	xxxxx	xxxxx
Issued during the period	xxxxx	xxxxx
Less: redemption during the period	(xxxxx)	(xxxxx)
Adjustments*	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**

[Provide nature and explanation.]

32. Contingencies and commitments

	Current period	Prior period
Letters of credit	xxxxx	xxxxx
Guarantees	xxxxx	xxxxx
Foreign exchange contracts	xxxxx	xxxxx
Acceptances	xxxxx	xxxxx
Taxation	xxxxx	xxxxx
Claims and litigations	xxxxx	xxxxx
Others	xxxxx	xxxxx

[Narrative / explanatory notes to be provided to explain the nature of contingencies and commitments.]

33. Income, gains and losses from trade-based modes

	Current period						Prior period
	---------------(CU in '000)--------------						
	Murabaha	Tawarruq (Commodity Murabaha)	Salam	Istisna'a	Other	Total	Total
Sales	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: cost of sales	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Opening deferred profit	xxxxx	xxxxx	N/A	xxxxx*	xxxxx	xxxxx	xxxxx
Less: closing deferred profit	(xxxxx)	(xxxxx)	N/A	(xxxxx)*	(xxxxx)	(xxxxx)	(xxxxx)
Net profit	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

*if any.

34. Income, gains and losses from Ijarah Muntahia Bittamleek [FAS 32]

	Current period	Prior period
	------ (CU in '000) ------	
Income from Ijarah Muntahia Bittamleek	xxxxx	xxxxx
Less: depreciation on Ijarah Muntahia Bittamleek assets	(xxxxx)	(xxxxx)
Less: expenses* related to Ijarah assets	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**

* Expenses may include Takaful, registration, legal and repair and maintenance.

	Current period	Prior period
	------ (CU in '000) ------	

35. Income, gains and losses from participatory investments

	Current period	Prior period
Mudaraba investments		
Restricted	xxxxx	xxxxx
Unrestricted	xxxxx	xxxxx
Permanent Musharaka	xxxxx	xxxxx
Running Musharaka	xxxxx	xxxxx
Diminishing Musharaka	xxxxx	xxxxx
Al-Wakala Bi Al-Istithmar	xxxxx	xxxxx
	xxxxx	**xxxxx**

36. Income, gains and losses from investments in Sukuk, shares and other securities – FVSI [FAS 33]

	Current period	Prior period
Fair value gains / losses	xxxxx	xxxxx
Periodic profit payments	xxxxx	xxxxx
Dividend distribution	xxxxx	xxxxx
	xxxxx	**xxxxx**

37. Income, gains and losses from investments in Sukuk, shares and other securities – FVOCI [FAS 33]

	Current period	Prior period
Gains / losses on disposal	xxxxx	xxxxx
Periodic profit payments	xxxxx	xxxxx
Dividend distribution	xxxxx	xxxxx
	xxxxx	**xxxxx**

38. Share of income / (loss) from investments in associates and joint ventures

	Current period	Prior period
Share of income / (loss) from associates and joint venture	**xxxxx**	**xxxxx**

39. Income / (loss) from investments in real estate

	Current period	Prior period
Rental income from investments in real estate	xxxxx	xxxxx
Management fee	xxxxx	xxxxx
Recovery of expenses	xxxxx	xxxxx
	xxxxx	**xxxxx**

40. Other fee and commission income

	Current period	Prior period
Fee and commission income	xxxxx	xxxxx
Service charges	xxxxx	xxxxx
Fee on letters of credit and guarantees	xxxxx	xxxxx
Expenses related to fee and commission income	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**

41. Other income

	Current period	Prior period
Foreign exchange gain – net	xxxxx	xxxxx
Gain on sale of property, plant and equipment	xxxxx	xxxxx
	xxxxx	**xxxxx**

		Current period	Prior period
		---------- (CU in '000) ----------	

42. Depreciation and amortisation [FAS 1]

Property plant and equipment	15	xxxxx	xxxxx
Right-of-use assets	16	xxxxx	xxxxx
Intangible assets	17	xxxxx	xxxxx
		xxxxx	xxxxx

43. Other operating expenses [FAS 1]

Administrative expenses		xxxxx	xxxxx
Premises cost		xxxxx	xxxxx
Amortisation of deferred Ijarah cost		xxxxx	xxxxx
Agent's fee for Al-Wakala Bi Al-Istithmar contracts[5]		xxxxx	xxxxx
General expenses		xxxxx	xxxxx
		xxxxx	xxxxx

44. Allowance for impairment and expected credit losses – net [FAS 30]

Investments and other receivables	44.1	xxxxx	xxxxx
Others			
Property, plant and equipment	15	xxxxx	xxxxx
Intangible assets	17	xxxxx	xxxxx
Other assets		xxxxx	xxxxx
		xxxxx	xxxxx

44.1 Impairment and expected credit losses on investments and receivables

	Owners' share	Participatory share	Total
	----------CU in '000----------		
Trade-based receivables	xxxxx	xxxxx	xxxxx
Other than trade-based receivables	xxxxx	xxxxx	xxxxx
Participatory investments	xxxxx	xxxxx	xxxxx
Investments in associates and joint ventures	xxxxx	xxxxx	xxxxx
Investments in Sukuk, shares and other securities	xxxxx	xxxxx	xxxxx
Investments in real estate	xxxxx	xxxxx	xxxxx
	xxxxx	xxxxx	xxxxx

		Current period	Prior period
		---------- (CU in '000) ----------	

45. Income tax [IAS 12]

Current tax	45.1	xxxxx	xxxxx
Deferred tax	45.3	xxxxx	xxxxx
Prior period tax		xxxxx	xxxxx
		xxxxx	xxxxx

45.1 Current tax

Balance as at the beginning of the period		xxxxx	xxxxx

[5] Where the FI is a principal.

Amount recognised in statement of income	xxxxx	xxxxx
Payments made during the period	(xxxxx)	(xxxxx)
	xxxxx	**xxxxx**

45.2 Reconciliation

The following is a reconciliation of income taxes calculated at the applicable tax rate with the income tax expense:

Income as per financial statements	xxxxx	xxxxx
Tax asset at the rate mentioned above	xxxxx	xxxxx
Non-deductible expenses and other permanent differences	xxxxx	xxxxx
Deferred tax recognised from previous periods	xxxxx	xxxxx
	xxxxx	**xxxxx**

45.3 Net deferred tax asset routed through statement of income are attributable to the following items:

Deferred tax assets are attributable to the following items:

	As at beginning of current period	Recognised in income	Unrecognised in income	As at end of the current period
		----------CU in '000----------		
Property, plant and equipment	xxxxx	xxxxx	-	xxxxx
General provision	xxxxx	xxxxx	-	xxxxx
Other provision	xxxxx	xxxxx	-	xxxxx
Losses carried forward	xxxxx	xxxxx	-	xxxxx
Net deferred tax asset	xxxxx	xxxxx	-	xxxxx
	xxxxx	**xxxxx**	**-**	**xxxxx**

Deferred tax assets and liabilities routed through owner's equity are attributable to investment fair value reserve as at the end of the financial reporting period amounted to CU xxx.
Net deferred tax asset routed through statement of income are attributable to the following items:

	As at beginning of prior period	Recognised in income	Unrecognised in income	As at end of the prior period
		----------CU in '000----------		
Property, plant and equipment	xxxxx	xxxxx	-	xxxxx
General provision	xxxxx	xxxxx	-	xxxxx
Other provision	xxxxx	xxxxx	-	xxxxx
Losses carried forward	xxxxx	xxxxx	-	xxxxx
Net deferred tax asset	xxxxx	xxxxx	-	xxxxx
	xxxxx	**xxxxx**	**-**	**xxxxx**

Deferred tax liability

Unrecognised deferred tax liabilities
At the end of the financial reporting period, there was a deferred tax liability of CU xxx (prior period: CU xxx) for temporary differences of CU xxx (prior period: CU xxx) related to an investment in a subsidiary. However, this liability was not recognised because the Group controls the dividend policy of the subsidiary – i.e. the Group controls the timing of reversal of the related taxable temporary differences and management is satisfied that they will not reverse in the foreseeable future.

46. Zakah expense [FAS 39]

Assets / liabilities	Basis of valuation for accounting purposes (illustrative only)	Accounting carrying value (CU)	Basis of valuation for Zakah purposes (illustrative only)	Value for Zakah purposes (CU)
Assets				
Cash and cash equivalents	Historical cost / fair value	xxxxx	Realisable value	xxxxx
Receivables	Par value less unamortised deferred profit – net of allowance for credit losses	xxxxx	Par value – net of allowance for credit losses	xxxxx
Mudaraba financing [if Zakah not being paid by the venture directly]	Historical cost less undistributed losses – net of allowance for impairment	xxxxx	Realisable value / realisable value of net assets subject to Zakah in the Mudaraba venture (preferred)	xxxxx
Musharaka financing [if Zakah not being paid by the venture directly]	Historical cost less undistributed losses – net of allowance for impairment venture (preferred)	xxxxx	Realisable value / realisable value of net assets subject to Zakah in the Musharaka venture (preferred)	xxxxx
Salam	Par value	xxxxx	Par value	xxxxx
Istisna'a	Par value	xxxxx	Par value	xxxxx
Assets for trading	Lower of cost and net realisable value	xxxxx	Realisable value / exempt etc.	xxxxx
Inventories	Lower of cost and net realisable value	xxxxx	Net realisable value	xxxxx
Marketable securities	Fair value / amortised cost	xxxxx	Fair value	xxxxx
Real estate for sale	Fair value / historical cost less depreciation	xxxxx	Fair value	xxxxx
Real estate for rent / own use	Fair value / historical cost less depreciation	xxxxx	N/A	Nil
Investment in Sukuk	Fair value / amortised cost	xxxxx	As per intention and nature of underlying assets / net assets	xxxxx
Others	As per relevant AAOIFI FAS	xxxxx	Realisable value / exempt etc.	xxxxx
Liabilities				
Current accounts	Book value = par value less repayments	xxxxx	Book value	xxxxx
Payables and other liabilities adjustable for Zakah purposes	Book value = par value less repayments	xxxxx	Book value	xxxxx
Payables and other liabilities not adjustable for Zakah purposes	Book value = par value less repayments	xxxxx	N/A	Nil
Provisions and constructive obligations	Fair value	xxxxx	N/A	Nil
Total		**xxxxx**		xxxxx
Zakah computed @__%				xxxxx
Other Zakah (if any) *				xxxxx

Total Zakah	xxxxx
Zakah attributable to:	
Shareholders (total and per share)	xxxxx
Non-controlling interests	xxxxx
Different classes of quasi-equity / participatory stakeholders	xxxxx
Total	xxxxx

*other Zakah includes Zakah on assets not subject to normal Zakah (for example Zakah on certain animals, agricultural produce, mineral resources etc.)

Note: This illustrative disclosure follows the approach for a single column for total values and attribution to different participatory stakeholders in the end. An institution may follow any other suitable disclosure format including multi-columnar disclosure for total values and attribution to different participatory stakeholders (see Appendix B(i) of FAS 39 "Financial Reporting for Zakah" for an alternative illustrations)

	Current period	Prior period
	---------- (CU in '000) ----------	
47. Earnings per share – basic and diluted		
Income for the period	xxxxx	xxxxx
Weighted average number of shares outstanding during the period	xxxxx	xxxxx
Earnings per share – basic	xxxxx	xxxxx
Earnings per share – diluted	xxxxx	xxxxx

[Disclosure and description to be provided for diluted earnings per share.]

48. Distribution of assets by ownership [FAS 1]

	Current period				Prior period			
	Self-financed	Jointly financed	Quasi-equity financed	Total	Self-financed	Jointly financed	Quasi-equity financed	Total
	(CU in '000)							
Receivables – trade-based modes								
Murabaha receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha) receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Salam receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Istisna'a receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Gross receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: deferred profit	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Ijarah Muntahia Bittamleek	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Participatory investments								
Mudaraba								
Restricted	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Unrestricted	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Permanent Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Running Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Diminishing Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Al-Wakala Bi Al-Istithmar	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in associates and joint ventures	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in Sukuk, shares and other securities								
Sukuk, shares and other securities at cost	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Sukuk, shares and other securities at FVOCI	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Sukuk, shares and other securities at FVSI	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in real estate	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Allowance for expected credit losses	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Total (should match with the total of balance sheet assets)	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

49. Net operating income / (loss) [FAS 33]

	Current period				Prior period			
	Self-financed	Jointly financed	Quasi-equity financed	Total	Self-financed	Jointly financed	Quasi-equity financed	Total
	(CU in '000)							
Income								
Income, gains and losses from:								
Trade-based modes								
Murabaha receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Tawarruq (Commodity Murabaha) receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Salam receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Istisna'a receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Gross receivables	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Less: deferred profit	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Ijarah Muntahia Bittamleek								
Ijarah Muntahia Bittamleek	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Depreciation on Ijarah Muntahia Bittamleek assets	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Expenses related to Ijarah assets	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Participatory investments								
Mudaraba								
Restricted	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Unrestricted	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Permanent Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Running Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Diminishing Musharaka	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Al-Wakala Bi Al-Istithmar	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at fair value through statements of income								
Fair value gains / losses	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Periodic profit payments	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Dividend distribution	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in Sukuk, shares and other securities – at amortised cost / at fair value through other comprehensive income								

Gains / losses on disposal	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Periodic profit payments	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Dividend distribution	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in associates and joint ventures	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Investments in real estate								
Rental income from investments in real estate	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Management fee	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Recovery of expenses	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Income from off-balance-sheet assets under management	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other fee and commission income								
Fee and commission income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Service charges	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Fee on letters of credit and guarantees	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Expense related to fee and commission income	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other income								
Foreign exchange gain – net	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Gain on sale of property, plant and equipment	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
	xxxxx	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Expenses								
Staff expenses	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Depreciation and amortisation	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Other operating expenses								
Administrative expenses	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Premises cost	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Amortisation of deferred Ijarah cost	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Agent's fee for Al-Wakala Bi Al-Istithmar contracts[6]	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
General expenses	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx	xxxxx
Net operating income / (loss) – before impairment and expected credit losses	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**
Allowance for impairment and expected credit losses - net	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)	(xxxxx)
Net operating income / (loss)	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**	**xxxxx**

[6] Where the FI is a principal.

50. Disclosure of sources and application of charity for the period ended ________ [FAS 1]

	Current period	Prior period
	---------- (CU in '000) ----------	
Balance as at beginning of period	xxxxx	xxxxx
Shari'ah non-compliant income for the period		
Late payment by customers	xxxxx	xxxxx
Screening	xxxxx	xxxxx
Charity declared by Shari'ah board on Shari'ah non-compliant income	xxxxx	xxxxx
Others	xxxxx	xxxxx
Institution's voluntary contribution	xxxxx	xxxxx
Total sources available	**xxxxx**	**xxxxx**
Use of charity fund*	(xxxxx)	(xxxxx)
Undistributed charity fund as at end of the period	**xxxxx**	**xxxxx**

*The charity fund is utilized by making contributions to organisations which are registered with the ____________, namely _______________.
[Provide additional explanation, as appropriate.]

51. Disclosure for sources and application of Zakah for the period ended________ [FAS 1, FAS 39]

	Current period	Prior period
Sources of Zakah		
Balance as at the beginning of the period	xxxxx	xxxxx
Zakah due from the institution / shareholders of the institution	xxxxx	xxxxx
Zakah due from participatory stakeholders (including investment accountholders)	xxxxx	xxxxx
Voluntary Zakah	xxxxx	xxxxx
Total Zakah available for distribution	**xxxxx**	**xxxxx**
Uses of Zakah fund		
Zakah paid to the government	xxxxx	xxxxx
Zakah paid to authorized Zakah institutions	xxxxx	xxxxx
Zakah for the poor (may or may not be asking for financial help)	xxxxx	xxxxx
Zakah for the needy (but not asking)	xxxxx	xxxxx
Zakah for the heart-winning (of non-Muslims)	xxxxx	xxxxx
Zakah for freeing of slaves	xxxxx	xxxxx
Zakah for travellers (in financial difficulties)	xxxxx	xxxxx
Zakah for trustees of Zakah	xxxxx	xxxxx
Zakah for the heavily indebted	xxxxx	xxxxx
Zakah for the cause of Allah	xxxxx	xxxxx
Administration and general expenses – including staff cost	xxxxx	xxxxx
Total uses	xxxxx	xxxxx
Increase (decrease) of sources over uses	xxxxx	xxxxx
Undistributed Zakah fund as at the end of the period	**xxxxx**	**xxxxx**

*The Zakah fund is utilized by making contributions to organisations which are registered with the ____________, namely _______________.
[Note: Additional details shall be presented in notes as appropriate, based on respective materiality.]

52. Disclosure of sources and uses of Qard fund for the period ended ________ [FAS 1]

	Qard fund	Qard fund disbursed	Net Qard fund balance
Balance as at beginning of the period	xxxxx	xxxxx	xxxxx
Allocation during the period	xxxxx	xxxxx	xxxxx
Qard disbursed during the period	xxxxx	xxxxx	xxxxx
Qard recovered during the period	xxxxx	xxxxx	xxxxx
Write-off / provisions	xxxxx	xxxxx	xxxxx
Balance as at end of the period	xxxxx	xxxxx	xxxxx

53. Segment reporting [FAS 1]

For management purposes, the institution is organised into three operating segments based on business units and are as follows:

Retail banking offers various products and facilities to individual customers to meet everyday banking needs.

Corporate banking delivers a variety of products and services to corporate and SMEs customers that includes financing, accepting deposits, trade finance and foreign exchange.

Treasury and investment banking provides a full range of treasury products and services including money market and foreign exchange to the clients in addition to managing liquidity and market risk, in addition to asset management corporate advisory and investment products high net worth individuals and institutional clients.

Management monitors the operating results of the operating segments separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating income or loss which in certain respects is measured differently from operating income or loss in the financial statements. The costs incurred by the central functions are managed on an overall basis and are not allocated to operating segments.

Segment information is as follows:

Balance as at end of the current period	Segment 1	Segment 2	Segment 3	Segment 4	Total
	---------- (CU in '000) ----------				
Income from jointly financed assets					
Return on quasi-equity					
Institution's share in income from investment as a Mudarib and Rabulmal					
Income from off-balance-sheet assets					
Other fee and commission income					
Other income					
Total income					
Staff expenses					
Depreciation and amortisation					
Other operating expenses					
Total expenses					

Net operating income					
Allowances for impairment – net					
Income / (loss) before taxation					
Taxation					
Net income / (loss) for the period					
Total assets					
Total liabilities, quasi-equity and owners' equity					

Balance as at end of the prior period	Segment 1	Segment 2	Segment 3	Segment 4	Total
	---------- CU in '000 ----------				
Income from jointly financed assets					
Return on quasi-equity					
Institution's share in income from investment as a Mudarib and Rabulmal					
Income from off-balance-sheet assets					
Other fee and commission income					
Other income					
Total income					
Staff expenses					
Depreciation and amortisation					
Other operating expenses					
Total expenses					
Net operating income					
Allowances for impairment – net					
Income / (loss) before taxation					
Taxation					
Net income / (loss) for the period					
Total assets					
Total liabilities, quasi-equity and owners' equity					

Geographical areas

In presenting information on the basis of geographical areas, revenue is based on the geographical location of customers and assets are based on the geographical location of the assets.

	Country	Region 1	Region 2	Region 3	Total
	---------- (CU in '000) ----------				
Balance as at end of the current period					
External revenues					
Non-current assets					
Balance as at end of the prior period					

External revenues					
Non-current assets					

54. Financial instruments

54.1 Fair values of financial instruments

Fair value is an amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Consequently, differences can arise between carrying value and fair value estimates. As at the reporting date the fair values of the institution's financial instruments are not significantly different from their carrying values.

54.2 Fair values of financial instruments valuation hierarchy

The institution measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements. This fair value disclosure is divided into three levels as follows:

Level 1 Portfolio

Level 1 assets and liabilities are typically exchange - traded positions and some government bonds traded in active markets.

These positions are valued using unadjusted quoted prices in active markets.

Level 2 Portfolio

Fair value is determined using valuation techniques based on valuation models with directly or indirectly market observable inputs. These valuation techniques include discounted cash flow analysis models, option pricing models, simulation models and other standard models commonly used by market participants. Valuation techniques incorporate assumptions that other market participants would use in their valuations, such as discount rates, default rates, credit spreads and option volatilities. These inputs need to be directly or indirectly observable in order to be classified as level 2.

Level 3 Portfolio

Level 3 assets are valued using techniques similar to those outlined for level 2, except that if the instrument has one or more inputs that are unobservable and significant to the fair value measurement of the instrument in its entirety, it will be classified as level 3. If the inputs used to measure the fair value of an asset or a liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The institution recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Transfer between Level 1 and 2

There were no transfers between level 1, level 2 and level 3 of the fair value hierarchy of investment securities during the period.

	Level 1	Level 2	Level 3	**Total**
	---------- CU in '000 ----------			
Financial assets at fair value through other comprehensive income	xxx	xxx	xxx	**xxx**
Investments in real estate	xxx	xxx	xxx	**xxx**
Total financial assets as at end of the current period	xxx	xxx	xxx	**xxx**

	Level 1	Level 2	Level 3	Total
	---------- CU in ‘000 ----------			
Financial assets at fair value through other comprehensive income	xxx	xxx	xxx	**xxx**
Investments in real estate	xxx	xxx	xxx	**xxx**
Total financial assets as at end of the prior period	xxx	xxx	xxx	**xxx**

55. Related party transactions [FAS 1]

Relationships between a parent and its subsidiaries shall be disclosed irrespective of whether there have been transactions between them. An entity shall disclose the name of its parent and, if different, entity shall disclose the ultimate controlling party. If neither the entity's parent nor the ultimate controlling party produces consolidated financial statements available for public use, the name of the next most senior parent that does so shall also be disclosed.
If an entity has had related party transactions during the periods covered by the financial statements, it shall disclose the nature of the related party relationship as well as information about those transactions and outstanding balances, including commitments, necessary for users to understand the potential effect of the relationship on the financial statements.

At a minimum, disclosures shall include:
(a) the amount of the transactions;
(b) the amount of outstanding balances, including commitments, and:
- (i) their terms and conditions, including whether they are secured, and the nature of the consideration to be provided in settlement; and
- (ii) details of any guarantees given or received;

(c) provisions for doubtful debts related to the number of outstanding balances; and
(d) the expense recognised during the period in respect of bad or doubtful debts due from related parties.

The above disclosures shall be made separately for each of the following categories:
(a) the parent;
(b) entities with joint control of, or significant influence over, the entity;
(c) subsidiaries;
(d) associates;
(e) joint ventures in which the entity is a joint venturer;
(f) key management personnel of the entity or its parent; and
(g) other related parties.

A related party is a person or entity that is related to the entity that is preparing its financial statements.
(a) A person or a close member of that person's family is related to a reporting entity if that person:
- (i) has control or joint control of the reporting entity;
- (ii) has significant influence over the reporting entity; or
- (iii) is a member of the key management personnel of the reporting entity or of a parent of the reporting entity.

(b) An entity is related to a reporting entity if any of the following conditions applies:
- (i) the entity and the reporting entity are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others);
- (ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member);
- (iii) both entities are joint ventures of the same third party; or
- (iv) one entity is a joint venture of a third entity, and the other entity is an associate of the third entity.

56. Risk management

Risk management is an integral part of the Group's decision-making process. The management risk committee and executive committees guide and assist with overall management of the Group's balance sheet risks. The Group manages exposures by setting limits approved by the Board of Directors. These risks and the processes to mitigate these risks have not significantly altered from the previous year.
The most important types of risk are liquidity risk, credit risk, concentration risk, market risk and other operational risk. Market risk includes profit rate risk, equity price risk and foreign exchange risk.

a) Rate of return risk

Rate of return risk is the risk of deviations in earnings or economic value due to adverse movement of the yield curve. It is inherent primarily to the institution's portfolio mainly through advances and deposits. The profit rate exposure of the institution arises due to mismatches between contractual maturities or re-pricing of on and off-balance-sheet assets and liabilities. It is addressed by an Asset and Liability Committee (ALCO) that reviews the profit rate dynamics at regular intervals and decides re-pricing of assets and liabilities ensuring that the spread of the Group remains at an acceptable level.
The sensitivity of the statement of income is the effect of the assumed changes in profit rates on the earning for one year, based on the variable profit rate non-trading financial assets and financial liabilities held at reporting date.

[Quantitative disclosure in tabular form should demonstrate the sensitivity to a reasonable possible change in profit rates, with all other variables held constant.]

b) Displaced commercial risk

A consequence of rate of return risk may be displaced commercial risk. The Group may be under market pressure to pay a return that exceeds the rate that has been earned on assets financed by the quasi-equity (mainly the unrestricted IAH) when the return on assets is under-performing as compared with competitors' rates. The Group may decide to waive their rights to part or their entire Mudarib share of profits in order to satisfy and retain their fund providers and dissuade them from withdrawing their funds.

Displaced commercial risk derives from competitive pressures on the Group to attract and retain investors (fund providers). The decision of the Group to waive their rights to part or all of their Mudarib share in profits in favour of quasi-equity is a commercial decision, the basis for which needs to be subject to clear and well defined policies and procedures approved by the Group's BOD.

Each of the Group's subsidiaries follows an appropriate framework for managing displaced commercial risk, where applicable. The Group is exposed to displaced commercial risk in the event of having equity of quasi-equity / IAH profit rates that are lower than market rates. The Group has mitigated this risk through the setting up of reserves that will be used in case of a drop in quasi-equity / IAH profit rates.

c) Equity investment risk

Price Risk or Equity Investment Risk is risk to earnings or capital that results from adverse changes in the value of equity related portfolios of the Group. The Group has investments in Sukuk and securities. All the investments are marked-to-market on regular basis. All the investment is made after a careful due diligence after taking necessary approvals including from Shari'ah to ensure that investments are made as per Shari'ah standards. The day-to-day monitoring and management of investments is done by treasury, risk management and asset liability committee of the institution. All strategic investments are regularly reviewed diligently.

The products which are subject to equity investment risks include Musharaka, Mudaraba, Wakala and Wakala Bi Al Istithmar, etc.

d) Liquidity risk

Liquidity risk is the risk that the Group will be unable to meet its payment obligations when they fall due under normal and stress circumstances. To limit this risk, management has arranged diversified funding sources, manages assets with liquidity in mind, and monitors liquidity on regular basis. Each of the Group's subsidiaries has a documented and implemented domestic and foreign currency liquidity policy appropriate to the nature and complexity of its business. The policy addresses the subsidiaries' goal of protecting financial strength even for stressful events.
[Quantitative disclosure may tabulate the contractual / behavioural maturity profile as at the date of the financial reporting period.]

e) Credit risk

Credit risk is the risk that one party to a Shari'ah compliant contract will fail to discharge an obligation and cause the other party to incur a loss. The Group controls credit risk by monitoring credit exposures, and continually assessing the creditworthiness of counterparties. These contracts are mostly secured by the personal guarantees of individuals who own the counterparty, by collateral in form of mortgage of the objects financed or other types of tangible security.

Type of credit risk

Shari'ah compliant contracts offered by institutions mainly comprise Sales (Murabaha) receivables, Salam receivables, Istisna'a receivables and Ijarah Muntahia Bittamleek.

Product (Shari'ah compliant contract)	Risk mitigation
Murabaha	The transactions are secured by the object of the Murabaha (in case of real estate finance) and other times by a total collateral package securing all the facilities given to the client.
Salam	To protect itself from risk associated with the commodity the institution simultaneously enters into parallel Salam contract whereby it sells the commodity for deferred delivery for immediate payment.
Istisna'a	To protect itself from risk associated with the commodity the institution simultaneously enters into parallel Istisna'a contract or securing a collateral package.
Ijarah Muntahia Bittamleek	Risk is mitigated by securing collateral. Title is transferred upon completion of payment.
Others	[Document procedures that are relevant]

[Quantitative disclosure may present the maximum exposure to credit risk before collateral held or other credit enhancements; credit quality by type of contracts based on the Group's credit rating system; and an aging analysis of past due but performing contracts.]

f) Concentration risk

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographic region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Group's performance to developments affecting a particular industry or geographical location. In order to avoid excessive concentrations of risk, the Group policies and procedures include specific guidelines to focus on country and counter-party limits and maintaining a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.

[Quantitative disclosure may present the distribution of assets, liabilities and equity of IAH items by economic sector.]

g) Market risk
Market risk arises from fluctuations in profit rates, equity prices and foreign exchange rates. Under Market Risk Policies currently implemented by management of the Group, have set certain limits on the level of risk that may be accepted. This is monitored by local management at the subsidiary level.

Profit rate risk
Profit rate risk is the risk that the Group will incur a financial loss as a result of mismatch in the profit rate on the Group's assets and on quasi-equity holders. The profit distribution to quasi-equity holders is based on profit sharing agreements. Therefore, the Group is not subject to any significant profit rate risk. However, the profit sharing agreements will result in displaced commercial risk when the Group's results do not allow the Group to distribute profits in line with the market rates.

Equity price risk
Equity price risk is the risk that the fair values of equities decrease as the result of changes in the levels of equity indices and the value of individual stocks. The equity price risk exposure arises from the investment portfolio. The Group manages this risk through diversification of investments in terms of geographical distribution and industry concentration.

Foreign exchange risk
Foreign exchange risk arise from the movement of the rate of exchange over a period of time. Positions are monitored on a regular basis to ensure positions are maintained within established approved limits.

Foreign currency risk sensitivity analysis
In order to measure its exposures to currency risk, the Group stress tests its exposures following the standard shocks adopted by Derivatives Policy Group in this respect which calculates the effect on assets and income of the Group as a result of appreciation and depreciation in foreign currencies in relation to the reporting currency of the Group. This is done using various percentages based upon the judgment of the management of the Group.

[Quantitative disclosure in tabular form should present exposure to different currencies in comparison with the functional currency. A sensitivity analysis could also be presented that calculates the effect of a reasonable possible movement of the currency exchange rate against the functional currency with all other variables held constant on the consolidated statement of income and the consolidated statement of owners' equity.]

h) Operational Risk
Operational risk is defined as the risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. This definition includes legal risk but excludes strategic and reputational risk.

Shari'ah non-compliance risk (will cover reputational risk as well).

Infrastructure Risks
Availability of information technology is of paramount importance to the Group's infrastructure. The operations of the Group and the subsidiaries might be disrupted and severe operational risks could occur. In order to hedge the subsidiaries from the infrastructure risk as outlined above, every subsidiary must take all the necessary measures indicated in the Business Continuity Plan and/or Disaster Recovery Plan (BCP and DRP) to cater for these risks.

Information Technology Risks
The main risks that the Group is exposed to in this context is from inadequate software and hardware quality, unauthorized access by third parties or employees, etc.

Staff risk
The main risks that arises from staff risks are risks due to larceny, fraud, corruption, crime, etc. In order to prevent these risks from occurring, the Group has established Group Human Resources Policies and Code of Conduct which entails constructive ways in dealing with mistakes and frauds. The Group has also established approval control steps in business processes as well as creating separate internal control processes. Further, the Group has established measures of organisational structure in terms of segregation of duties as well as diverse training measures to reduce human errors and frauds, etc.

Business risk
This risk may take on the following forms:
1. Processes without clear definitions, for example, when insufficient time was spent on documenting or updating the already documented processes.
2. Outdated process descriptions in cases where “reality” already strongly differs from the guidelines laid down in the past.
3. The extreme case of a completely missing documentation. To hedge this risk, the Group adopts sound documentation policies of business processes as it is a basic requirement for a well-functioning process organisation. The process description are up to date and clear; furthermore, it is accessible to all employees.

57. Date of financial statements

[Note: These financial statements were authorized for issuance by the board of directors (or as prescribed by the regulatory authority) on ____________ [insert date].]

APPENDICES:

4. Business combinations

Subsidiaries acquired

	Principal activity	Date of acquisition	Proportion of voting equity interests acquired (%)	Consideration transferred CU'000
Current period				
Entity 1	Banking	XX 20XX	xxx	xxxxx
Entity 2	Asset Management	XX 20XX	xxx	xxxxx
Entity 3	Takaful			
Entity 4	Others (describe nature)			
				xxxxx

[The reporting entity should provide here the details of each acquisition].

Consideration transferred

	Current period	Prior period
Cash	xxxxx	xxxxx
Fair value of other non-cash consideration	xxxxx	xxxxx
Contingent consideration arrangement	xxxxx	xxxxx
Total	**xxxxx**	**xxxxx**

Assets acquired and liabilities recognised at acquisition	Entity 1	Entity 2
Current assets		
Cash and cash equivalents	xxxxx	xxxxx
Trade and other receivables	xxxxx	xxxxx
Non-current assets		
Fixed assets	xxxxx	xxxxx
Current liabilities		
Trade and other payables	xxxxx	xxxxx
Contingent liabilities	xxxxx	xxxxx
Non-current liabilities		
Deferred tax liabilities	xxxxx	xxxxx

Non-controlling interests

The non-controlling interests (__% ownership interest in Entity 1) recognised at the acquisition date was measured by reference to the fair value / [book value] of the non-controlling interests and amounted to CU ____. This fair value was estimated by applying the income approach.

[Please disclose the key inputs in determining the fair value of the NCI.]
[The FI is required to disclose appropriate accounting policy for measuring non-controlling interests.]

Goodwill arising on acquisition

	Entity 1	Entity 2	Total
Fair value of consideration transferred	xxxxx	xxxxx	xxxxx
Plus: non-controlling interests (__% in entity 1, __% in entity 2)	xxxxx	xxxxx	xxxxx
Less: fair value of identifiable net assets acquired	(xxxxx)	(xxxxx)	(xxxxx)
Goodwill arising on acquisition	xxxxx	xxxxx	xxxxx