بنك فيصل الإسلامي السوداني
FAISAL ISLAMIC BANK (SUDAN)
We are the pioneers

The Annual Report
2015

In the name of Allah the Most Gracious, Most Merciful

Allah says in the holy Qur`an: «O you who believe; be afraid of Allah and give up what remains (as due money to you) from usury, if you are really believers. (278)» If you don`t do so, be notified that a war from Allah and His Messenger (shall be declared on you), but if you repent, you shall have your capital sums. Don`t treat others unjustly; and you shall not be dealt with unjustly. (279)» if the debtor is in insolvency, (has no money or in difficulty) then give him time till it is easy for him to repay, but if you remit it by means of charity, that shall be better for you, if you really know (280)»

(Al-Baquara, 278 – 280)
Translation of the Meaning of the Qur`an
Translated by Saheeh International - Riyadh

Contents

Network of Bank Branches in Khartoum State

Khartoum Branches:

		Direct Telephone	Network Telephone +249 183 741326
1	Faihaa	+249 183 773566	228
2	Khartoum Central Station	+249 183 781767	741
3	University of Khartoum	+249 183 774479	742
4	Alsouq Alarabi	+249 183 774603	760
5	Alsaggana	+249 183 467758	745
6	Alsouq Alshaabi	+249 183 475656	744
7	Khartoum New Industrial Area	+249 183 471895	716
8	Alsouq Almahali	+249 183 425827	746
9	Alzobair Basha Street	+249 183 781962	735
10	Almanshia	+249 183 349254	522
11	Alriyadh Branch & Electronic Branch	+249 183 741326	781
12	Al Amarat	+249 183 741326	511
13	Al Kalakla	+249 183 741326	541

Khartoum North Branches:

14	Saad Qishra	+249 185 331910	754
15	Helat Koko	+249 185 380155	756
16	Khartoum North Industrial Area	+249 185 330411	729
17	Garri Free Zone	+249 120 716883	705
18	Souq Bahry	+249 183 741326	558

Omdurman Branches:

19	Omdurman Central Station	+249 187 551971	747
20	Alsouq Alshaabi	+249 187 553518	752
21	Souq Libya	+249 187 591631	753
22	Omdurman Islamic University (AL-Thawra)	+249 187 431977	749
23	Omdurman Islamic University (AL-Ardah)	+249 187 555345	725
24	Omdurman Islamic University (Abusied)	+249 187 741326	748
25	Almawrada	+249 187 578999	739

Network of the Bank Branches in Federal States:

		Direct Telephone	Network Telephone +249 183 741326
26	Port Sudan	+249 311 824651	863
27	Algadarif	+249 441 843503	860
28	Kassala	+249 411 822050	862
29	Kosti	+249 571 822711	866
30	Wad Madani	+249 511 843151	869
31	Atbara	+249 211 822367	868
32	Shendi	+249 183 741326	833
33	Alobeid	+249 611 823125	865
34	Alfashir	+249 731 842238	811
35	Nyala	+249 711 832013	867
36	Sinja	+249 183 741326	844

Cash Offices:

1	Dama Dama	823
2	Alabidiya	832
3	Suba Customs Station	
4	Alribat National University	714
5	Khartoum Airport Customs Station	
6	Al-Thawra - Soug Khalifa	796
7	Al-Thawra - Al-Wadi Street, AlMahdawi	798
8	Al-Thawra - Soug Sabreen	799
9	Al-Hag Yousif – Street 1	797
10	Eastern Giraif	795
11	Jabal Al-Awliaa	525
12	Abu Sied	766
13	Rabak	843
14	Al Moqterbin	527
15	Abu Hamama	534
18	Shambat	532
19	Suba East	539
18	Bahry – Al Enqaz Street	537
19	Al-Hag Yousif - Souq 6	553
20	Al shajara	547
21	Street 60	551
22	International University of Africa	546
23	Al Kalakla East	549

Windows:

1	Al Bayneia Services Complex	+249 183 741326	772
2	Civil Registry Office	+249 183 741326	780
3	General Administration of Evidence	+249 183 741326	771
4	General Administration of Civilian Investigations	+249 183 741326	773
5	Giad Company	+249 183 741326	502
6	General Administration of Migration (Al Moqterbin)	+249 183 741326	527

بنك فيصل الإسلامي السوداني
FAISAL ISLAMIC BANK (SUDAN)

Locations of ATMs

Khartoum:

1. Al Faihaa Commercial Center 1
2. Al Faihaa Commercial Center 2
3. Al Faihaa Commercial Center 3
4. University of Khartoum Branch 1
5. University of Khartoum Branch 2
6. University of Khartoum Branch 3
7. University of Khartoum Branch 4
8. Alsaggana Branch
9. Sudan University of Science and Technology (Western Complex)
10. Al Manshia Bridge Street 1
11. Al Manshia Bridge Street 2
12. Al Manshia Branch
13. Al Manshia - Royal Care Hospital
14. Alzobair Basha StreetBranch
15. Alsouq Alshaabi Branch
16. AlriyadhBranch 1
17. AlriyadhBranch 2
18. AlriyadhBranch 3
19. AlriyadhBranch 4
20. New Industrial Area Branch
21. E-Branch – CentralStationBranch1
22. E-Branch – CentralStationBranch 2
23. E-Branch – CentralStationBranch 3
24. E-Branch – CentralStationBranch 4
25. Khartoum – AlSouqAlmahaliBranch
26. Alamarat Branch
27. Street 60
28. Burri - OmakStreet
29. Street 25 - Head Quarter of Almashat
30. AlmashtalStreet – Queens Pharmacy
31. BurriExhibitionStreet
32. MohammedNajeebStreet – IshraqahAltijaniYusuf Bashir Garden
33. MinistryofFinanace – KhalifaStreet
34. Assahafazalat St.
35. Nile Street
36. General Administration of Electricity 1
37. General Adminisration of Electricity 2
38. Central Medical Supplies Public Corporation
39. Khartoum – Alshajara
40. EL-Kalakla Allafa
41. EL-Kalakla Branch
42. Jabal Al Awliyaa Street
43. Alkhabier Mosque – Arkaweit
44. Sudan Air Buildings
45. Alriyadh – Abdalla El-tayeb Street
46. The National Ribat University
47. Khartoum Airport Customs
48. Rama Pharmacy – Assahafa Zalat
49. Nile Petroleum Station – Gabra
50. Bahrain International Hotel
51. Palace St. - U of K - Faculty of Pharmacy
52. Africa street - Canar Building
53. Dental Educational Hospital
54. Best Care Hospital- Allamab
55. Makah Hospital – Riyadh
56. Obaid Khtem Street - Albalabil Station
57. Pension Fund Khartoum State
58. Nile Street - Ministry of Education
59. Nile Street - Ministry of Interior Affairs
60. Nile Street - Ministry of Energy and Mining
61. Taxation chamber - Gamhouriya Street
62. Riyadh - Almashtal St. - Al Anfal Shopping Centre
63. Al Kalakla East
64. Parliament Street
65. El Hurriya Street
66. El Qiyada Street
67. Giad Company – Elferdous
68. Jabal Al Awliyaa Cash Office
69. Sudanese Standards and Metrology Organisation – Jamaa Street
70. Abu Hamama Cash Office – Hurriya Street
71. Eltayyar Jameel – Customs Police 1
72. Eltayyar Jameel – Customs Police 2

Locations of ATMs

Khartoum North:

73. Garri Free Zone Branch
74. Saad Gishra Branch
75. Helat Koko Branch
76. Industrial Area Branch
77. Shambat South – North Sudatel
78. University of College of Agriculture and Veterinary Medicine
79. Caforey
80. CNPC Petroleum - Caforey
81. Mirghania Pharmacy
82. Almaoona Street - Almoassa Station
83. AL-zaeem AL-Azhari Street Cross with Almughtarbeen Street
84. Almaoona street - Samsung Center
85. Sudan University for Science and Technology - College of Veterinary
86. Al-Engaz Street - 1
87. Al-Engaz Street - 2
88. Al Halfaya – Al Zahraa Complex
89. University of Bahry – Al Kadaro
90. Al Faihaa - Al walee Street
91. Al Haj Yusuf - Souq 6
92. Al Haj Yusuf – Street 1
93. Aljrayf East Cash Office
94. East of the Nile Hospital
95. Suba East Cash Office
96. Elenqaz Street Cash Office

Omdurman:

97. Almawrada Branch
98. Islamic University Althawra Branch
99. Islamic University Alarda Branch
100. Alsouq Alshaabi Branch
101. Central Station Branch
102. Souq Libya Branch
103. Islamic University Abusied Branch 1
104. Islamic University Abusied Branch 2
105. Alarbaeen Street – Passport Office Entrance
106. Faculty of Education South - U of K
107. Althawra - Al Romee Station
108. Customs Police
109. Al Azhari Street
110. Radio and Television National Corporation
111. Umbadda – Wad Elbashier Street
112. Souq Khalifa – Althawra 17
113. Youth and Children's Palace
114. Mohammed Saeed Pharmacy - 1 - Siraj Station
115. Mohammed Saeed Pharmacy - 2 - Siraj Station
116. Alarda Street - The National Pension Fund
117. Cross WadOro Street with the Gate
118. Shuhada St. Cross with Al Doma St. – Wad Nobawi
119. U of K – Faculty of Education – Alwadi Street
120. Nile Street – Nile City - Al Shati mosque
121. Alwadi Street Cash Office - Althawra
122. Althawra Cash Office – Souq Sabreen
123. El Molazmin – Traffic Licensing Administration

Federal States:

124. Port Sudan - University of Red Sea
125. Port Sudan - General Administration of Customs - 1
126. Port Sudan - General Administration of Customs - 2
127. Port Sudan - Port Sudan Branch
128. Wad Madani - Wad Madani Branch
129. Wad Madani - Customs Police
130. Kosti – Kosti Branch
131. Kosti – Hospital
132. Alobeid - Alobeid Branch
133. Alobeid – Shaykan Locality
134. Kassala - Kassala Branch
135. Algadarif - Algadarif Branch
136. Atbara - Atbara Branch
137. Alfashir - Alfashir Branch
138. Nyala – Nyala Branch
139. Nyala – Courts Complex
140. Shendi - Shendi Branch
141. Shendi
142. Sinja – Sinja Branch
143. Rabak – Rabak Cash Office

Wide Network of Correspondents Around the World

Our Vision

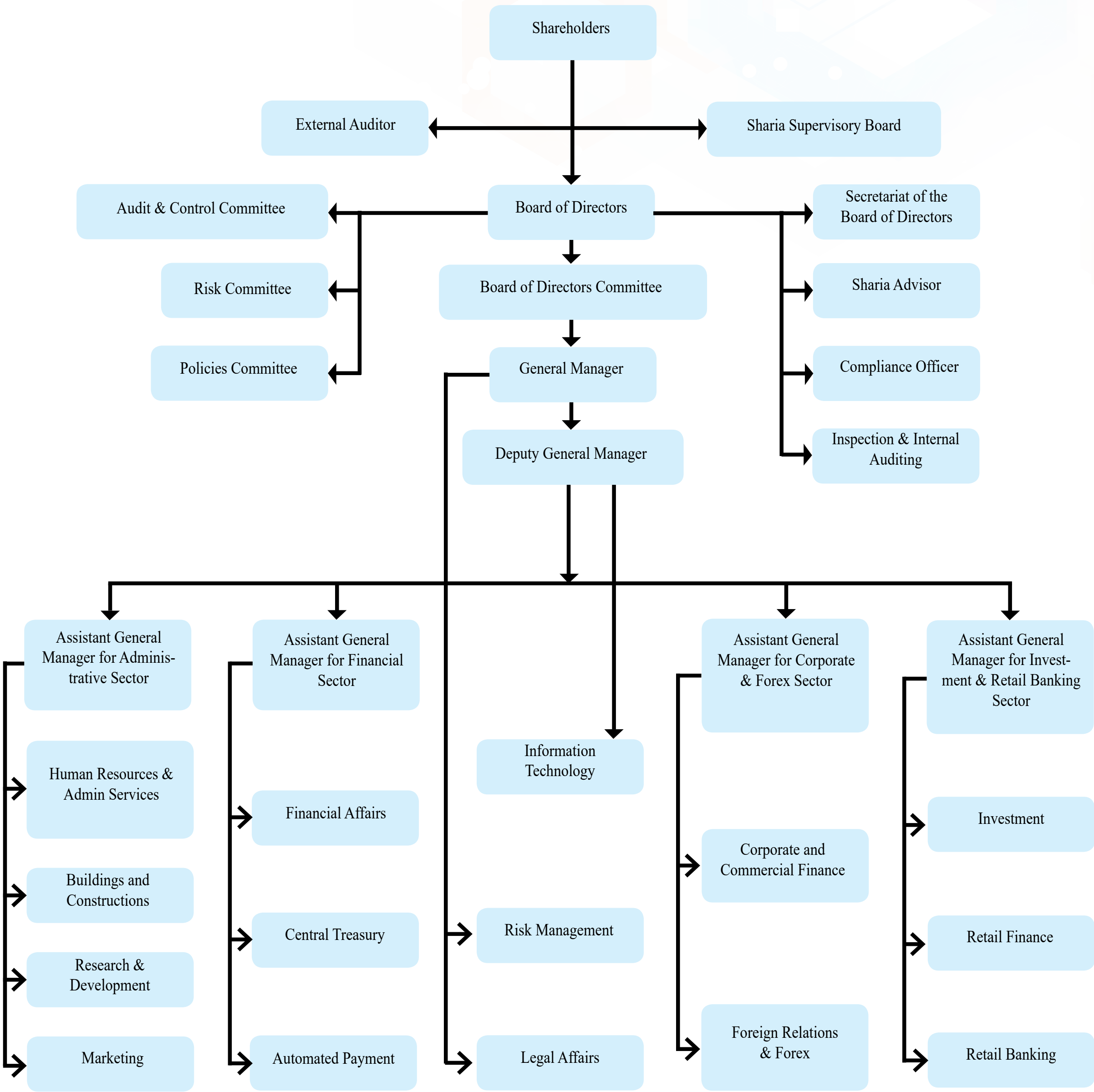
An Islamic Bank, of Islamic orientation, Sudanese features, adhering to quality and excellence in performance, satisfaction of customers, confidence in suppliers, and community development, takes care of the welfare of employees and owners' equity.

A bank with both Islamic face and Sudanese features, aiming to assume the best financial position through its efficiency and outstanding institution contemporary legal banking products, processing foreign relations, modern techniques, with a working team of high esteem, committed and sincere, trained and skillful, competent and knowledgeable transparent and aim to please the workers, the owners and the society.

The Ten Values

- Legitimacy.
- Leadership.
- Excellence in the Transactions.
- Professionalism.
- Teamwork.
- Continuous improvement.
- Transparency.
- Customer Satisfaction.
- Cooperation with partners.
- Partnership with the community

Organizational Chart



Establishment :

- Faisal Islamic Bank was established in accordance with Temporary Order No. (09) (1977) dated 04/04/1977.
- In May 1977, 84 Sudanese and Saudi founders as well as other nationals of some Islamic States, met and adopted the idea of establishing the Bank. They prescribed and paid up half of the authorized capital.
- On 18/8/1977, Faisal Islamic Bank was registered as a public limited Company. According to the Co. Ordinance 1925.
- The bank commenced operations in May 1978.

The Bank Capital :

• Authorized capital	1,000	Millions SDG
• Paid-up capital	600	Millions SDG

Activities :

To conduct all forms of banking activities, financial, commercial, investment as well as participation in economic development and social projects. To promote transactions and cooperation in the field of foreign trade, in conformity with Islamic Shari'a law, and advanced modern developed banking techniques.

بنك فيصل الإسلامي السوداني
FAISAL ISLAMIC BANK (SUDAN)

Basic Information and Financial Ratios

Statement	2015	2014	2013	2012	2011	2010	2009	2008
Branches	35	34	32	31	31	31	29	28
ATMs	143	136	118	112	91	80	72	64
Employees	1,288	1,249	1,063	942	904	886	805	789
Percentage of profits distribution to Shareholders	39.5%	38.7%	46.1%	67.0%	73.0%	55.1%	45.5%	40.0%
Distribution rate for the owners of deposits	12.0%	12.0%	12.0%	11.5%	10.0%	10.0%	10.0%	10.0%
Growth rate of Assets	43.0%	24.0%	25.7%	46.2%	25.0%	40.1%	57.0%	50.0%
Growth rate of Deposits	46.0%	28.0%	22.3%	48.6%	24.0%	40.0%	60.6%	54.1%
Growth rate of Income	21.0%	28.0%	37.0%	28.0%	40.0%	48.6%	57.0%	49.0%
Return on Assets	2.7%	3.0%	3.2%	4.0%	4.0%	3.1%	3.0%	3.1%
Return on Equity	34.9%	35.0%	38.0%	33.0%	39.0%	35.8%	42.7%	37.0%

Head-quarter Address:

El-Faihaa Commercial Center - Ali Abdellatif Street

Khartoum- Sudan , P.O.Box: 10143 Khartoum

Fax: +249 183 771714 / +249 183 780193

Tel: +249 156 558787 / +249 183 741326 / +249 183 741327

SWIFT: FISBSDKH

www.fibsudan.com fibsudan@fibsudan.com

fibsudan1 fibsudan fibsudan

Call Center : 6161

Subsidiaries:

- Islamic Insurance Co.
- Islamic Trading & Services Co.
- Al-Faisal Financial Transactions Co.
- Al-Faisal Realestate Co.

CSR Institutions:

- Al Faisal Cultural Center (FCC).

Chairman of the Board of Directors

His Highness

Prince/ Dr. Mohamed Al-Faisal Al-Saud

The Board of Directors

His Highness
Prince/ Amr Mohamed Al-Faisal Al-Saud

Prof.
Abdel Aziz Abdalla El-Fadda

Mr.
Al Bagkir Yousif Mudawi

Mr.
Mustafa Abu-Baker Mohamed Azzam

Mr.
Ali Abdalla Yagoub

Dr.
Ahmed Ibrahim Hamad Al-Turabi

The Board of Directors

Dr.
Abdul Hameed Abu Musa
(as a representative of Faisal Egyptian Islamic Bank)

Mr.
Mohamed Hassan Nayer

Dr.
Osman El-Hadi Ibrahim

Secretary of the Board of Directors

Mr.
Shurahbeel Ali El-Tayeb

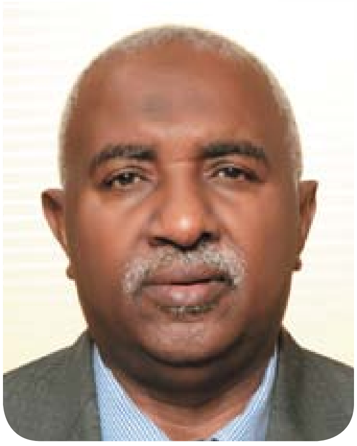
Designate General Manager

Mr. Ahmed Osman Taj El-Deen

Deputy General Manager

Mr. El-Bagir Ahmed El Nouri

Assistants General Manager



Mr. Ali Ibrahim Osman

Assistant General Manager for
Financial Sector

Mr. Basheir Ali Abdel Karim

Assistant General Manager for
Administrative Sector

Mr. Foad Awadal Kareem Ibrahim

Assistant General Manager for
Corporate & Trade Finance Sector

Mr. Saeed Dirar Abdalla

Assistant General Manager for
Investment & Retail Banking Sector

Administrations Managers

Eng. Gaafar Omer Ahmed
Information Technology

Mr. El-Sheikh Idris Mohamed
Human Resources & Admin Services

Mr. Khogali Ahmed Khogali
Foreign Relations & Forex

Mr. Ali Yousuf Babiker
Buildings and Constructions

Mr. Omer Babiker El-Mekki
Legal Affairs

Mr. Al Sayed Ahmed Hasan
Risk Management

Mr. Ahmed Alhag Dahab
The Central Treasury

Mr. Khalid Mansour Nor Tayba
Retail Finance

Mr. Muzamel Abdelrahman Abubaker
Financial Affairs

Mr. Jamal Abdulgabar Ahmed
Investment

Executive Management

Mr. Mohamed Omer Hamed
Retail Banking

Mr. Abdu Adam Ibrahim
Automated Payment

Mr. Mohamed Eltahir Eltayeb
Research & Development

Mr. Mohamed Seed Ahmed Warrag
Marketing

Mr. Al Tayeb Mahmoud Ali
Corporate and Commercial Finance

Shari'a Supervisory Board & Shari'a Advisor

Chairman:
1 - Prof. Yousuf Al-Khalifa Abu-Baker

Vice Chairman:
2 - Prof. Khalifa Babiker Al Hassan

Members:
3 - Prof. Al Siddig Mohamed Al-Amin Al-Darir
(He has died to the mercy of God in 6-7-2015)
4 - Dr. Abdel Rahman Al-Siddig Dafa Alla
5- Prof. Mohamed Al-Fateh Hamed
6 - Mr. Ali Abdulbasit Ahmed Al-Haj

Shari'a Advisor:
Mr. Hassan Gaafar Alhafian

Auditors & Compliance Officer

Auditors:
Al Mamoon Hamid & Co.

Director of Internal Audit Administration:
Mr. Mohamed El-Sheikh El-Bakheit
(In the Degree of Assistant General Manager)

Director of Compliance Administration:
Dr. Ahmed El Siddig Gibreel
(In the Degree of Assistant General Manager)

Address by the Chairman of the Board of Directors

At the 37th Meeting of the Annual General Assembly of Shareholders, held on the 23rd of March, 2016

In the Name of God, the Merciful the Compassionate

Our Honorable Shareholders ...

With the grace of God, and thanks to your support, we are holding, today, our 37th meeting.

It is my pleasure to address this meeting of your general annual assembly where we shall review the bank financial performance during the year ended on 31st December 2015. The bank performance during the year has been substantially enhanced by achieving outstanding results in the area of banking technology together with high rate of profits. Our review shall also cover indicators for the future performance of the bank in the ever changing economic environment both locally and internationally. While doing so, we keep in mind the bank has a pioneering position among the banks operating in the country particularly in the area of banking technology. This has been witnessed by the acknowledgement of the internationally recognized authorities in assessing the standards of technological advancement. We shall mention here under some of these indicators:

Economic Indicators :

The economies in developing countries have recently experienced a severe drawback compared to the developed countries, with growth rate of 4% in 2015 compared to 4.6% in 2014, and this rate is expected to increase to 4.3% in 2016. In developed countries, economies' growth rate was 1.9% in 2015, compared to 1.8% in 2014.

The increasing unemployment rates are still a source of concern to both developing and developed countries, where the number of the unemployed across the globe was 201 million in 2015.

The global Oil prices dropped from $98.9 per barrel in 2014 to $52.32 per barrel in 2015.

Gold price per ounce decreased from $1.234 in 2014 to $1.160 in 2015.

At the local level, the GDP showed a growth rate of 5.3% in 2015 compared to 3.6% in 2014; this rise in GDP was attained despite the decline of the oil exports as a result of secession of South Sudan, and also despite the low rates of flow of grants and international assistants, and the ongoing boycott and economic sanctions imposed on Sudan. This increase is mostly pushed by the growth of productive sectors and gold exports which contributed strongly to fill a considered gap of the exports revenues.

At the bank level, the outstanding technological innovations introduced by your bank are another factor that contributed to the improvement of work environment and to the bank leading role in modernizing banking technology, thanks to God and to your continued support. God bless you.

The development of the bank and the fulfillment of the requirements of the Central Bank of Sudan :

The bank sustained its leading position in the business sector, complying with the requirements of the Central Bank of Sudan, (which aimed at coping with international banking changes) and also carried out the prescribed reform and restructuring program designed by the Central Bank of Sudan.

Accordingly, the bank complied with the following requirements:

a) Capital Adequacy ratio reached 17.28% on 31st December 2015, which exceeded the capital adequacy ratio set by the Central Bank of Sudan at 12%. This indicates the bank's strong financial status.

b) In response to the requirements of the Central Bank of Sudan, the bank fulfilled a restructuring program, by increasing its capital, to 510 million Sudanese pounds by 31st December 2015.

c) In compliance with the requirements of the Central Bank of Sudan, and coping with international developments in the sphere of risk management, the bank established a special department for risk management and took appropriate measures to ensure applying of the best tools, compatible with the directives of Central Bank of Sudan. Furthermore the bank abided by all prescribed policies of the Central Bank; consequently, the bank has been favored with the recommendations of the Central Bank.

d) The bank continued to intensify external relations with foreign banks and financial institutions, with the view to expand its financial facilities and further improve its cooperative relations.

e) The bank introduced modern technological means into the services extended to customers in all sectors, with strong adherents to high professional standards and highly advanced information technology.

f) Customers became more loyal to the bank in response to the promotional efficient services extended to them, supported by an advanced network, including ATM, phone banking, FMS, e-Banking, points of sale, mobile banking and online registration for universities students. The bank established two fully automated branches (Al Riyadh E-branch – Central Station "Khartoum" E-branch) which also attracted more customers.

g) The introduction of such advanced banking technology won the appreciation of official banking authorities and the bank has been nominated as the pioneering bank in the field of banking technology in Sudan.

h) The bank gave special attention to the training of staff members, both locally and abroad which largely contributed to higher levels of performance and rendering distinguished services. Better terms of service including higher remunerations were met with satisfaction, high morale and enhanced sense of loyalty from the part of staff.

i) As a result of these achievements and, in accordance with the professionally drawn-up plans, the bank proceeded with mobilization of local and foreign resources with the view of investing them through reliable and proficiency and competent clients, secured by adequate guarantees. The banking investments operations were carried out with a high degree of competence. This is reflected in the bank's strong financial position, as shown in the income statement for 2015, which was certified by the external auditors of the bank.

A) The Bank Financial Statement :

1. Balance Sheet:

The bank balance sheet shows an increase to 12,454.2 million pounds in 2015 compared to 8,682.6 million pounds in 2014, with an increase of 3,771.6 million pounds i.e. (43% increase). This considerable growth of the bank resources is due to high rate of return awarded of investment deposits as well as the high dividends distributed to the shareholders. The outstanding contribution of technological improvement in the process of resource mobilization is another positive factor.

2. Owners' Equity:

The total owners' equity rose by 19% to 831.8 million pounds in 2015 compared to 698.5 million pounds in 2014. This is due to the growth of capital and the reserves and the proportions of retained and capitalized profits.

3. Deposits:

Total bank deposits amounted to 11,355.9 million pounds in 2015 compared to 7,781.5 million pounds in 2014, that's due to the effective and efficient efforts for mobilization of resource. Rehabilitation of branches, staff training programs, renewal of equipments, and the general improvement of working environment also contributed to the enhancement of resources.

4. Investments and Finance:

The size of bank portfolio increased by 55%, despite the increased volume of investment and finance, the bank managed to keep the ratio of bad debts in both domestic and foreign finance at 0.6% in 2015 compared to 1.19% in 2014 whereas the acceptable norm in the banking industry is 6%. This is due to tight control over approving investment operations and extended finance to reliable clients, in addition to the considerable efforts for the follow up and recovery of funds carried out by special committee for this job.

B) Income Statement:

1. Revenues:

The bank's revenues increased by 21% to 717.4 million pounds in 2015 compared to 594.5 million pounds in 2014.

2. General and Administrative Expenses:

The total of General and Administrative Expenses was 330.7 million pounds in 2015 compared to 277.7 million pounds in 2014 i.e. an increase ratio of 19%, which is due to continued improvement of salaries of employees and increase of Administrative expenses.

3. Investment Deposits:

Investment Deposits increased by 17.4% where the profit shares of the holders of investments deposits amounted to 533.8 million pounds in 2015 compared to 454.6 million pounds in 2014. This reflects the increase in volume of investments deposits; it also reflects the rise of return on deposits to 12% in the years 2015, 2014 and 2013.

4. Net Profits:

Net profits after Zakat and taxes amounted to 290.5 million pounds in 2015 compared to 246 million pounds in 2014 i.e. an increase of 18%.

The bank complied with the recommendation of your esteemed assembly, for studying ways and means whereby shareholders with modest amounts of share can benefit from the facilities and services of the bank, especially in investment financing. The bank carried out a social survey of the shareholders in question and obtained the information required, which helped in the preparation and completion of a plan covering financing of certain projects. It is hoped that the implementation of the plan will effectively contribute to the support of shareholders under reference.

The bank also contributed to the relief of the poor and the needy among shareholders and other categories of society, through a program of social solidarity and humanitarian donations.

Financial support extended by the bank covered health services as well as a wide range of social and cultural institutions, including universities, educational projects, higher education institutions, mosques and Quranic schools and sports clubs.

Finally, and on behalf of your general assembly, the Board of Directors extended thanks to the Central Bank of Sudan for their continued support received through the directives issued, and for supporting our bank in the sphere of foreign trade which contributed significantly to the achievements of the bank.

We also thank the bank staff and the Board committee for their efforts in supervising the executive management which helped to achieve these results.

Extended thanks to your esteemed General Assembly for your guidance and wise counsel which helped the bank attain higher standards of performance and development.

We also thank the bank's clients and correspondents for their confidence in our institution. With the help of God and his grace, we hope, the bank would attain further growth and development in the forthcoming years.

We pray for God's help and guidance ..

{Allah does not charge a soul except [with that within] its capacity. It will have [the consequence of] what [good] it has gained. And it will bear [the consequence of] what [evil] it has earned. Our lord, do not impose blame upon us if we have forgotten or earned. Our lord, and lay not upon us a burden like that which you laid upon those before us. Our lord, and burden us not with that which we have not ability to bear. And pardon us; and forgive us; and have mercy upon us. You are our protector, so give us victory over the disbelieving people {286}}

[Al-Baquara, 286]

* Translation of the meaning of the Quran , Translated by Saheeh International - Riyadh.

Mohamed Al-Faisal Al-Saud

Chairman

Resolutions of the Thirty Seventh Meeting of Shareholders Held on the 23rd March 2016

A) The general assembly of shareholders approved, at their ordinary annual meeting no. 37, which was held on 23rd March 2016, the report of the Board of Directors, the report of the Shari'a Supervisory Board, the report of the External Auditor, the audited statements of the bank's financial status, the income and expenditure statement, the provisions and reserves, as well as the remuneration of the board of directors and employees for the year ended 31st December 2015.

B) The recommendations of the Board of Directors to distribute profits of the financial year ended 31st December 2015, amounting to (201,625,017) (Two hundred and one Million Six hundred and Twenty-five thousand, and Seventeen Sudanese pounds) this represents (39.53%) of the paid-up capital for the year ended 31st December 2015 as follows:-

- To Capitalize the sum of (90,000,000) Sudanese pounds (ninety million Sudanese pounds), in the form of bonus shares to shareholders amounting to (17.65%) to raise the paid-up capital from (510 million) Sudanese pounds to (600 million) Sudanese pounds.
- To distribute, in cash, the sum of (102,000,000) (One hundred and two million Sudanese pounds) representing percentage (22%) of the paid-up capital as at the 31st December 2015, for shareholders.
- To retain (9,625,017) Nine Million Six hundred and Twenty-five thousand, and Seventeen Sudanese pounds as retained profits.

C) In accordance with article 63 of the Statute of the bank the General Assembly of the shareholders of Faisal Islamic Bank of Sudan, authorized the Board of Directors for the appointment of the external bank auditors for the year 2016 and determine their fees.

D) The General Assembly of the shareholders of Faisal Islamic Bank (Sudan) approved the recommendation of the Board of Directors to re-appoint the Sharia Supervisory Board members for the period (2016- 2019AD) of the following members:

1) Professor/ Yousuf Al-Khalifa Abu-Baker
2) Dr. Abdel Rahman Al-Siddig Dafa›alla
3) Professor/ Khalifa Babikir El-Hassan
4) Professor/ Mohamed Al-Fatih Hamid
5) Mr. Ali Abdel Basit Ahmed Al-Haj

First: World Economy:

1. Preliminary reports of the global economy during the year 2015 show a growth rate of 3.1% compared to 3.4% in the year 2014 and it is expected to continue this increase up to 3.4% in 2016.

2. The economies in developing countries have recently experienced drawback compared to the developed countries, with growth rate of 4% in 2015 compared to 4.6% in 2014, and this rate is expected to increase to 4.3% in 2016 where as in developed countries economies' growth rate was 1.9% in 2015 compared to 1.8% in 2014.

3. The increasing unemployment rate is still a source of concern to both developing and developed countries, where the number of the unemployed across the globe was 201 million in 2015.

4. The global Oil prices dropped from $98.9 per barrel in 2014 to $52.32 per barrel in 2015.

5. Gold price per Ounce decreased from $1.234 in 2014 to $1.160 in 2015.

Second: Domestic Economy:

1. At the local level, the GDP showed a growth rate of 5.3% in 2015 compared to 3.6% in 2014; the rise in GDP was attained despite the decline of the oil exports as a result of secession of South Sudan, and also despite the low flow rates of grants and international assistants and the ongoing boycott and economic sanctions imposed on Sudan. This increase is mostly pushed by the growth of productive sectors and gold exports which contributed strongly to fill a considered gap of the exports revenues.

2. The rate of inflation in 2015 decreased to 12.6% compared to 25.7% in 2014. The average rate of inflation in 2015 was17.9% compared to 25.7% in 2014. The minimum inflation rate in 2015 was 11.3% in August, whilst the maximum was 24% in January 2015.

3. The public revenues and grants of the state amounted to 54.9 billion pounds in 2015 compared to 51 billion pounds in 2014, with an increase of 7.6%. The public expenditure during the year 2015 was 64.1 billion pounds compared to 49.8 billion pounds for the year 2014, showing an increase of 29%, accordingly the budget deficit was (9.2) billion pounds compared to a surplus of (1.2) billion pounds in the year 2014.

4. The exchange rate of the Sudanese pound against convertible currencies was 6.41 in December 2015; whereas it was 5.97 pounds in December 2014.

5. The total money supply was 93.6 billion pounds in December 2015, while it was 77.7 billion pounds in December 2014, recording an increase of 20.4%, this was due to an increase of demand deposits by 28.4% and quasi-money by 17.6% and the currency in the hands with the public by 18%.

6. The banks total assets rose to 108.9 billion pounds in December 2015 compared to 92.3 billion pounds by the end of 2014, showing percentage increase of 18%. Total finance by the banking system was 50 billion pounds in December 2015 compared to 44.3 billion pounds in December 2014, showing an increase of 12.9% and the ratio of total finance to total deposits was 78.2% compared to 82% in 2014.

7. Total amount of deposits of the banking system in local currency was 51.1 billion pounds in December 2015 compared to 40.2 billion pounds in 2014, reflecting an increase of 27.1%. Foreign currency deposits decreased to $2 billion in December 2015 compared to $2.3 billion in 2014, decrease of 13%.

8. The country's exports volume was \$3.2 billion in 2015, and the imports volume was \$8.1 billion. The deficit in the balance of trade was \$(4.9) billion.

Third: Awards and Classifications earned by the Bank:

Despite the domestic and global changes, the bank remains pioneer in all aspects of banking industry which was reflected in the form of advanced achievements and accreditations that the bank had been awarded within the Arabic and Islamic banking industry in all domestic, regional and global contexts, for example:

1. Faisal Islamic Bank Sudan (FIBS) has been awarded three ISO certificates of conformity (ISO 14001) (ISO 9001) as well as the Occupational Health and Safety Management System (OHSAS 18001) granted by International companies accredited by Germany's National Accreditation Body (DAKKS) and the United Kingdom Accreditation Service (UKAS) and QA technic. Thus, Faisal Islamic Bank Sudan (FIBS) is the only institution in Sudan winning these certificates.
2. The bank had been named as Best Corporate Bank in Africa in the years 2014, 2015 respectively by CPI Financial, in the context of Islamic Business & Finance annual awards, with participation of more than 150 financial and banking institutions from all over the world.
3. The bank had been awarded the accreditation of "Committed to Excellence" by the European Foundation for Quality Management (EFQM), in recognition of the adoption of EFQM organizational excellence approaches by the senior management of the bank.
4. The Republic Presidency has honoured the bank by the award of 'Excellence in Social Responsibility' which was in recognition of the bank efforts and contributions in supporting the social development programs.

Geographical Expansion:

In accordance with The Central Bank of Sudan policy, the Bank continued the expansion of its branches network. In 2015 the bank opened one branch: Al Kalakla branch, and a number of exchange and cash offices. The total number of point of sales by the end of 2015 was 165, and the total number of ATM machines was 143.

Fourth: The Bank's Financial Indicators for the year 2015:

A) Financial Position Statement:

1. Consolidated Balance Sheet:

The Bank's Consolidated Balance Sheet rose to a total of 12,454.2 million pounds in 2015 compared to 8,682.6 million pounds in 2014, i.e. an increase of 3,771.6 million pounds (43% increase). This is due to a considerable increase in bank deposits, which reached 46% and the growth of owners' equity at a rate of 19%.

The higher rate of profits of deposits accounts, and shareholders re-affirmed confidence in dealing with the bank. The stability of bank deposits facilitated a high degree of utilization of resources which helped to strike a balance between liquidity and profit maximization.

Hence, the total volume of cash and cash equivalent showed a growth rate of 39% and total bank investments grew at a rate of 65%.The outstanding technological development achieved by the Bank contributed to the improvement of resource allocation in items intended to attain the objectives of liquidity and profitability.

2. Owners' Equity:

- The bank paid-up capital increased to 510 million pounds in 2015 compared with 435 million pounds in 2014 with an increase of 17%, which is more than the required by Central Bank of Sudan.
- Total reserves of the bank reached 120.2 million pounds in 2015, compared to 95.3 million pounds in 2014 with an increase of 26%. This is due to the increase of statutory reserve and fair value reserve.
- Total Owners' equity increased to 831.8 million pounds in 2015, against 698.5 million pounds in 2014. (An increase of 133.3 million pounds i.e. 19%). The increase is due to retained profits, and to the increase of paid-up capital, and reserves.

3. Bank Deposits:

- The Bank's total deposits amounted to 11,355.9 million pounds in 2015 compared to 7,781.5 million pounds in 2014 i.e. an increase of 3,574.4 million pounds (46%). The increase is due to the intensification of resource mobilization and the remarkable improvement of Bank services as a whole and to the impact of electronic services in particular, and the high return offer to investments deposit holders.
- Local currency deposits showed a total of 9,494.8 million pounds in 2015 compared to 6,437.4 million pounds in 2014, i.e. an increase of 3,057.4million pounds (47%).
- Deposits in foreign currencies increased to 1,861.1 million pounds in 2015 against 1,344.1 million pounds in 2014, i.e. an increase of 517 million pounds.

4. The Investments:

Short-term Investments:

Short-term investments (Deferred sales and other forms of investments) showed a total of 6,836 million pounds in 2015 compared to 3,884.6 million pounds in 2014, i.e. an increase of 2,951.4 million pounds (76%). The increase is due to the growth of resources which have been invested in good products with reliable customers and covered by adequate guarantees.

Investments in stocks and securities:

Investments in stocks and securities amounted to 807.9 million pounds in 2015, compared to 685.6 million pounds in 2014, i.e. a increase of 122.3 million pounds (18%).

Investments in Finance portfolios:

Investments in Finance portfolios amounted to 60.2 million pounds in 2015, compared to 50.8 million pounds in 2014, i.e. increase of 9.4 million pounds (19%).

Long-term Investments:

Total long-term investments abroad amounted to 43.6 million pounds in 2015.The investment in subsidiaries and sister companies amounted to 103.2 million pounds.

5. Net Fixed Assets :

Net fixed assets amounted to 602.3 million pounds in 2015, compared to 413.5 million pounds in 2014, i.e. an increase of 188.8 million pounds (46%). This is due to the expansion of expenditure in rehabilitation and modernization of the Head Office and branches of the Bank and banking technology.

B) Income Statement:

- Income from deferred sales and other modes of finance rose to 982.8 million pounds in 2015 compared to 739 million pounds in 2014, i.e. an increase of 243.8 million pounds 33% increase. This is due to the increase and improvement of productivity, and investing in good quality of products.
- The return on investment deposits rose to 533.8 million pounds in 2015 compared to 454.6 million pounds in 2014, i.e. an increased ratio of 17.4%, this was due to higher investment profits. It also reflects the rise of return on deposits to 12% in 2015, 2014 and 2013.
- The share of the Bank, as a "Mudarib" and Funds owner was 449 million pounds in 2015, compared to 284.5 million pounds in 2014, i.e. a increase of (58%).
- Revenues from banking Services declined to 163 million pounds in 2015 compared to 235.5 million pounds in 2014, i.e. decrease rate of -31% as a result of decrease in return of hard currencies.
- The bank revenues rose to 717.4 million pounds in 2015 compared to 594.5 million pounds in 2014, i.e. an increase of 122.9 million pounds, i.e. 21% increase. And this increase is largely attributed to the rise in return on investment.
- Total of General and Administrative Expenses was 330.7 million pounds in 2015 compared to 277.7 million pounds in 2014, i.e. an increase ratio of 19%, which is due to continued improvement of salaries of employees and increase of Administrative expenses.
- Profits after Zakat and taxes rose to 290.5 million pounds in 2015 compared to 246 million pounds in 2014, showing an increase of 18%.
- The operational cost ratio was 26.4% in 2015 compared to 26.5% in 2014.

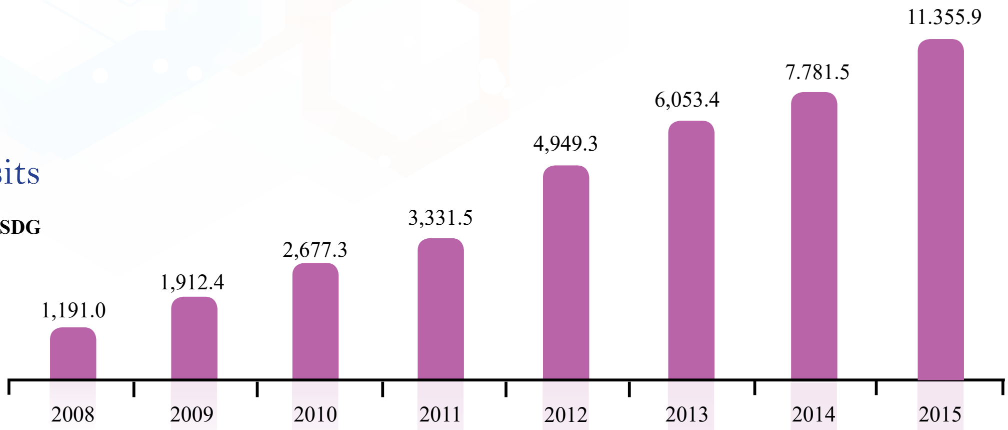
The following tables show the most important indicators of the bank peformance in 2015:

Description	2015	2014	Difference
Total Assets	12.454.2	8,682.6	43.3%
Investments	8,018.7	4,867.6	64.7%
Total Deposits	11,355.9	7,781.5	46%
Owners' Equity	831.8	698.5	19.1%
Operational Cost Ratio	26.4%	26.5%	4.3%

Description	2015	2014	Difference
Return on banking Services	163	235.5	(30.8%)
Return on bank Investment	449	284.5	57.9%
Other returns	105.4	74.6	41.3%
Total Expenses	384.7	308.8	24.3%
Profit before zakat and taxes	332.7	285.7	16.5%

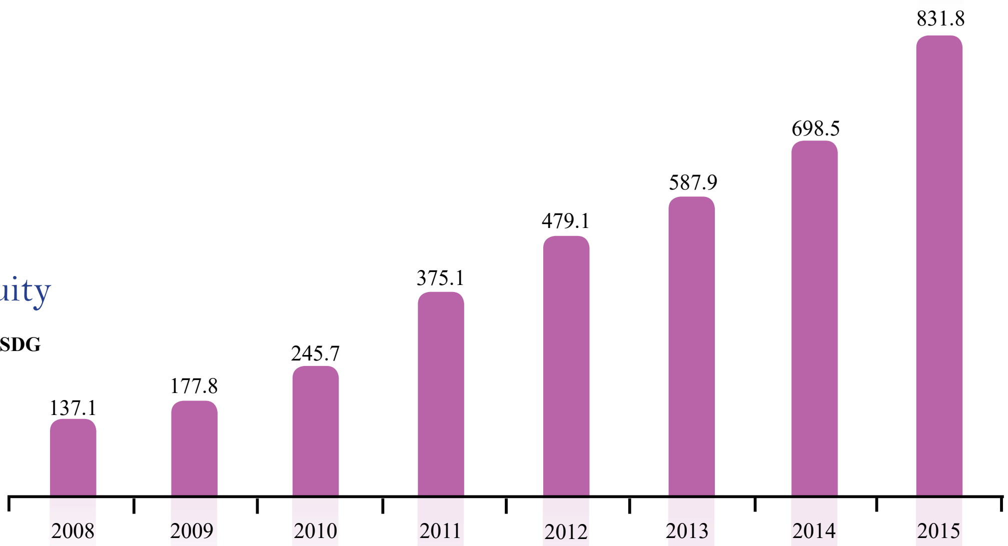
Deposits

Million SDG



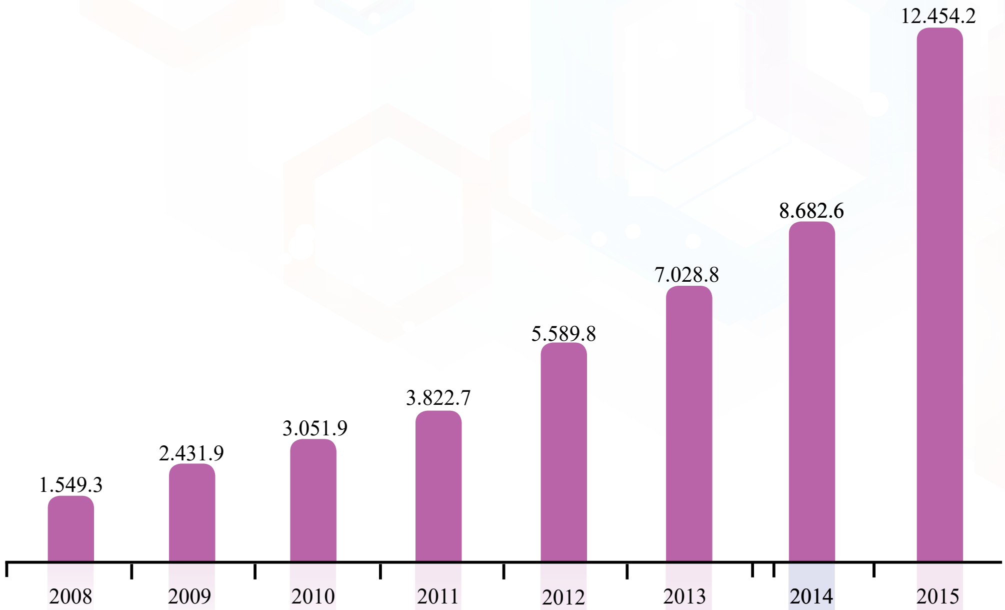
Owners' Equity

Million SDG



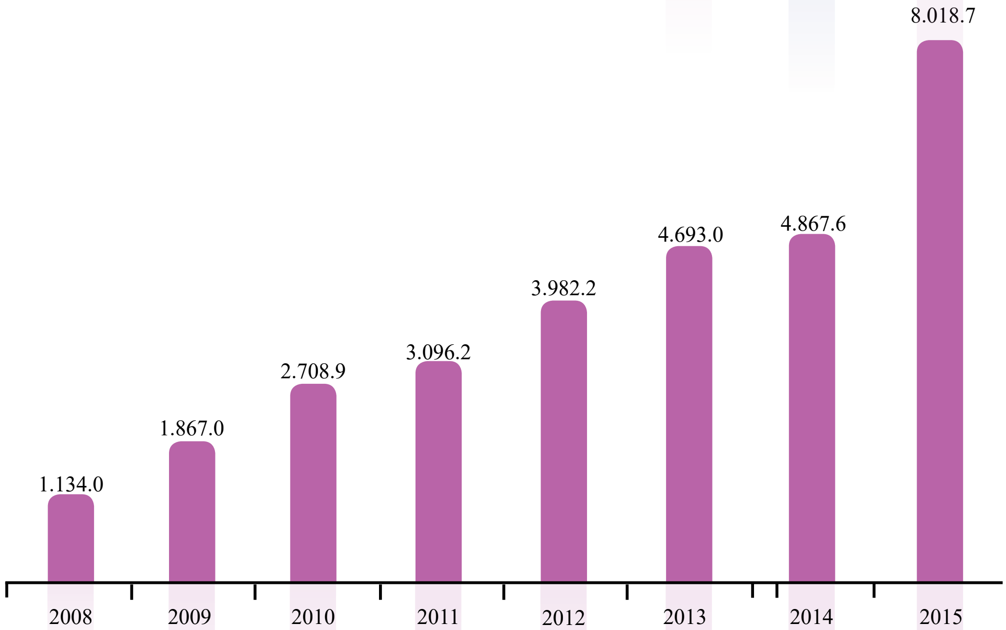
Assets

Million SDG



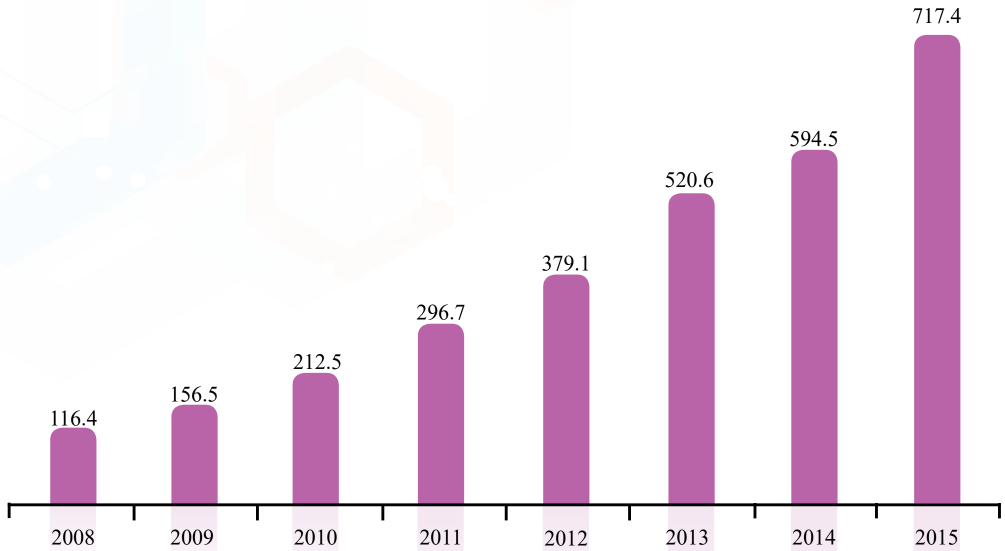
Investment

Million SDG

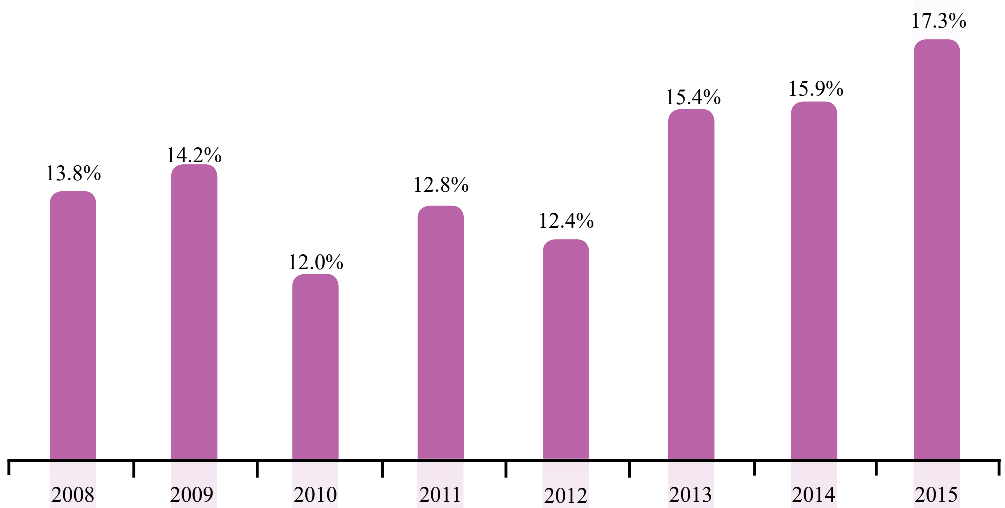


Income

Million SDG



Capital Adequacy



Revenues

(Millions SDG)

Description	2015	2014	2013	2012	2011	2010	2009	2008
Returns on deferred sales and investments	449.0	284.5	225	268.8	204.2	103.2	99.7	60.9
Return on direct investments	21.4	46.4	30	16.3	11	6.7	0	0.4
Returns on banking Services	163	235.5	242.4	81.3	72.7	93.3	48.7	49.6
Other returns	84	28.2	23.1	12.7	8.8	9.3	8.1	5.5
Total Returns	717.4	594.5	520.5	379.1	296.7	212.5	156.5	116.4

Assets

(Millions SDG)

Description	2015	2014	2013	2012	2011	2010	2009	2008
Cash and Cash Equivalent	2,841.1	2,049.2	1,696.1	1,110.7	333.8	238.2	380	268.3
Current Assets	9,010.9	6,219.9	5,032.9	4,270.6	3,337.3	2,708.9	1,978.4	1,216.3
Fixed Assets	602,3	413.5	299.8	208.5	151.6	104.8	73.5	64.7
Total Assets	12,454.2	8,682.6	7,028.8	5,589.8	3,822.7	3,051.9	2,431.9	1,549.3

Liabilities

(Millions SDG)

Description	2015	2014	2013	2012	2011	2010	2009	2008
Current Deposits	3,857.1	2,853.0	2,104.0	1,849.5	1,300.2	1,009.1	805.2	513.9
Investment Deposits	7,498.9	4,890.8	3,949.4	3,099.8	2,031.3	1,668.3	1,107.2	619.9
Other Liabilities	266.4	240.3	387.5	161.3	116.0	128.0	328,1	287.1
Sub Total	11,622.4	7,984.1	6,440.9	5,110.6	3,447.5	2,805.6	2,240.5	1,420.9
Owners' Equity								
Paid-up Capital	510	435	350	280	200	140	110	80
Reserves	120.2	95.3	76.4	58.8	43.2	28.5	17.8	12.1
Retained Profits	201.6	168.2	161.5	140.3	131.9	77.1	50	45
Sub Total	831.8	698.5	587.9	479.1	375.1	245.7	177.7	137.1
Total Liabilities	12,454.2	8,682.6	7,028.8	5,589.8	3,822.7	3,051.9	2,431.9	1,549.3

بسم الله الرحمن الرحيم

Faisal Islamic Bank (Sudan)
Sharia Supervisory Board

بنك فيصل الإسلامي السوداني
هيئة الرقابة الشرعية

Ref:.............................. المرجع/ب ق أ س /هـ ر ش /......................
Date: 18/2/2016 التاريخ:..................................
08 Jumada Al-Aula1437 A.H. الموافق:..................................

Report of Shari'a Supervisory Board Faisal Islamic Bank (Sudan)
For the period from 10th Rabie Alawal 1436 AH to 20th Rabie Alawal 1437 AH
1st January 2015 to 31st December 2015

In the Name of Allah, the most Beneficent, the compassionate. Praise be to Allah, prayer and peace be upon the Prophet Muhammad, and upon all other prophets.

In accordance with Article 73 (4) of the Memorandum of Association of Faisal Islamic Bank Sudan , and in application to the regulatory standard No. (1) for Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) in Bahrain, the Shari'a Supervisory Board submits the following report to the shareholders annual meeting:

1. The board convened (24) meetings where it issued (9) of shari'a opinions (fatwa) and directives in response to various references made to it by the bank staff, documented in the records.
2. The board held two courses to train the bank's employees at Islamic banking.
3. The board revised all contracts signed by the bank and submitted to the board.
4. The board looked into subjects submitted by some of the departments of the bank and issued the relevant directives.
5. The board convened a meeting in February 2016, where it reviewed external auditors report, income statement, cash flows and change in owners' equity statement for the year 2015, and found nothing that inconsistent with Islamic principles
6. The board reports with pleasure that:
   A) All contracts and operations conducted during the year ended December 31, 2015 AD, were in compliance with Islamic jurisprudence.
   B) Distribution of profits and charging losses to investment accounts is in conformity with the basis approved by the board in accordance with Islamic jurisprudence.
   C) Zakat is computed in accordance with the provisions of Islamic jurisprudence.
7. The board thanks all bank management staff for their cooperation which helped the board carrying out its assignment and thanks Allah for enabling us to participate in this great Islamic work and pray to Allah to lead all, on the right path for progress and success.

1) Professor / Yousuf Al-Khalifa Abu-Baker — Chairman
2) Professor / Khalifa Babikir El-Hassan — Vice Chairman
3) Professor / Mohamed Al-Fatih Hamid — Member
4) Dr. Abdel Rahman Al-Siddig Dafa' Alla — Member
5) Mr. Ali Abdel Basit Ahmed Al-Haj — Member

بنك فيصل الإسلامي السوداني
1 8 FEB 2016
هيئة الرقابة الشرعية

Elmamoun Hamid & Co.
Certified Accountants & Consultants

المأمون حامد وشركاه
محاسبون قانونيون ومستشارون

We have audited the attached financial statements of Faisal Islamic Bank - Sudan, which comprise the statement of financial position, the statements of income, changes in equity and cash flows as on 31st December 2015, and a summary of significant accounting policies and other explanatory notes.

Board of Directors Responsibility for the Financial Statements

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with accounting standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI). This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material miss-statement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Bank, its financial performance and its cash flows for the year ended 31st December 2015 in accordance with accounting standards issued by the Accounting and Auditing Organization For Islamic Financial Institutions (AAOIFI), and are in compliance with the applicable laws and the requirements of Central Bank of Sudan relating to the preparation of these financial statements.

El-Mamoun Hamid Abd El-Rahman
Certified Accountants & Consultants

Khartoum, 18 February, 2016

المأمون حامد وشركاه
محاسبون قانونيون ومستشارون
Elmamoun Hamid & Co.
Certified Accountants & Consultants

Alnilain Towers, Tower NO: (85), 9th Floor, APT NO: (901), Khartoum '2', Khartoum, Sudan.
P.O.Box:7814 -Postal Code:11123- Tel: 120392114 – Fax:0183287328- Mob.:+249 912392424

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ص.ب 7814 – رمز بريدي 11123 – هاتف 120392114 فاكس 0183287328 – جوال 249912392424+
E-mail: mamoun.cpa@gmail.com – Elmamoun@outlook.com

Statement of Financial Position
As at December 31, 2015

FAISAL ISLAMIC BANK (SUDAN)
بنك فيصل الإسلامي السوداني

	Notes	December 31, 2015 (SDG)	December 31, 2014 (SDG)
Assets			
Cash and Cash Equivalents	(5)	**2,441,871,973**	1,718,001,865
Central Bank of Sudan - statutary cash reserve	(6)	**399,068,456**	331,222,564
Sales receivables	(7)	**3,977,062,234**	1,976,088,358
Other investments	(8)	**44,377,765**	44,207,733
Investments in securities	(9)	**807,883,441**	685,641,921
Mudaraba	(10)	**84,600,960**	246,113,665
Musharaka	(11)	**323,483,486**	304,155,832
Mugawala	(12)	**2,406,486,527**	1,314,092,668
Finance portfolios	(13)	**60,222,421**	50,803,981
Investments in subsidiaries	(14)	**146,805,838**	118,611,579
Other assets	(15)	**1,159,992,098**	1,480,116,103
Net Fixed Assets	(16)	**602,337,730**	413,545,726
Total Assets		**12,454,192,929**	8,682,601,995
Liabilities, unrestricted investment accounts and owners' equity			
Liabilities			
Current and savings accounts	(17)	**3,586,864,618**	2,636,679,078
Credit balances	(18)	**426,450,934**	333,132,271
Other liabilities	(19)	**110,165,634**	123,467,502
Total Liabilities		**4,123,481,186**	3,093,278,851
Equity of unrestricted investment accounts holders	(20)	**7,498,881,462**	4,890,778,704
Total liabilities & unrestricted investment accounts		**11,622,362,648**	7,984,057,554
Owners' equity			
Paid up capital	(21)	**510,000,000**	435,000,000
Reserves	(22)	**120,205,263**	95,302,806
Retained Earnings		**201,625,017**	168,241,635
Total owners' equity		**831,830,280**	698,544,441
Total liabilities, unrestricted investment accounts and owners' equity		**12,454,192,929**	8,682,601,995
Contra accounts	(23)	**2,033,475,105**	2,327,537,856

Mr. Ahmed Osman Taj El-Deen	Dr. Osman El-Hadi Ibrahim	Mr. Al Bagkir Yousif Mudawi
Designate General Manager	Member of the Board of Directors	Member of the Board of Directors

The attached notes (1 - 47) form an integral part of these financial statements

بنك فيصل الإسلامي السوداني
FAISAL ISLAMIC BANK (SUDAN)

Income Statement for the Year ended December 31, 2015

	Notes	December 31, 2015 (SDG)	December 31, 2014 (SDG)
Income			
Income from deferred sales	(24)	**798,160,486**	587,772,691
Income from other investments	(25)	**184,694,800**	151,271,153
		982,855,286	739,043,844
Less: return on unrestricted investment accounts	(26)	**(533,856,129)**	(454,626,569)
Net income from deferred sales and investments		**448,999,158**	284,417,275
Income from banking services	(27)	**163,013,658**	235,505,460
Bank's income form its own investments	(28)	**21,434,646**	46,413,852
Income (Loss) from foreign currencies revaluation		**(22,612)**	40,666
Other income	(29)	**84,008,424**	28,155,890
Total Bank's Revenue		**717,433,273**	594,533,143
Expenses			
Staff cost	(30)	**174,310,664**	134,018,473
General and administrative expenses	(31)	**156,436,528**	143,637,493
Depreciation	(16)	**39,968,132**	30,131,129
Provision for Investment and Finance Risk	(32)	**14,000,000**	984,424
Total Expenses		**384,715,323**	308,771,519
Income before tax and zakat		**332,717,950**	285,761,625
Zakat for the year	(44)	**(7,520,914)**	(9,825,571)
Business profits tax for the year	(45)	**(34,698,444)**	(29,913,312)
Net Income before staff bonus		**290,498,592**	246,022,742
Board of directors remuneration	(19)	**(16,275,513)**	(13,794,770)
Staff Bonus	(19)	**(51,600,000)**	(44,065,786)
Net Income		**222,623,079**	188,162,185
Divident per share	(33)	**0.44**	0.43

Mr. Ahmed Osman Taj El-Deen	Dr. Osman El-Hadi Ibrahim	Mr. Al Bagkir Yousif Mudawi
Designate General Manager	Member of the Board of Directors	Member of the Board of Directors

The attached notes (1 - 47) form an integral part of these financial statements

Statement of Cash Flows for the Year ended December 31, 2015

بنك فيصل الإسلامي السوداني
FAISAL ISLAMIC BANK (SUDAN)

	Notes	December 31, 2015 (SDG)	December 31, 2014 (SDG)
Cash flows from operating Activities:			
Net income for the year		222,623,079	188,162,185
Reconcile net income to net increase in cash generated from operations			
Depreciation of fixed assets		**39,968,132**	30,132,708
Provision for finance and investment risks		**14,000,000**	984,424
Zakat for the year		**7,520,914**	9,825,571
Business profits tax for the year		**34,698,444**	29,913,312
Income of Fixed Assets Sales		**63,568,093**	-
Net income from Operating activities		**382,378,662**	259,018,200
Cash flows from investment activities:			
Purchase of fixed assets		**(292,328,229)**	(143,840,123)
Investments in securities held to maturity		**(122,241,520)**	(365,529,827)
Mudaraba and deposits at other banks		**161,512,706**	84,375,200
Net sales receivables		**(2,014,973,876)**	(59,917,812)
Musharaka		**(19,327,655)**	1,255,855
Mugawala		**(1,092,393,859)**	(726,557,165)
Other investments		**(170,031)**	39,655,026
Long-term investments		**(28,194,259)**	(4,361,527)
Finance portfolios		**(9,418,439)**	(29,060,825)
Net income from investment activities		**(3,417,535,164)**	(1,203,981,198)
Cash Flows From Financing Activities			
Share of unrestricted investment account holders		**2,608,102,758**	941,357,625
Current accounts		**950,185,540**	732,366,015
Capital Increase		**75,000,000**	85,000,000
Reserves		**24,902,457**	18,856,884
Dividends		**(189,239,697)**	(181,358,558)
Other receivables		**320,124,005**	(127,886,309)
Central Bank of Sudan' Statutory cash reserve		**(67,845,892)**	(74,960,516)
Other liabilities		**(55,521,226)**	(26,804,524)
Credit balances		**93,318,663**	(143,505,264)
Net income From Financing Activities		**3,759,026,610**	1,223,065,352
Net increase in cash		**723,870,108**	278,102,355
Cash and cash equivalents at the beginning of the year		**1,718,001,865**	1,439,899,512
Cash and cash equivalents at the end of the year	(5)	2,441,871,973	1,718,001,865

Mr. Ahmed Osman Taj El-Deen
Designate General Manager

Dr. Osman El-Hadi Ibrahim
Member of the Board of Directors

Mr. Al Bagkir Yousif Mudawi
Member of the Board of Directors

The attached notes (1 - 47) form an integral part of these financial statements

Statement of Changes in Owners' Equity for the Year ended December 31, 2015

Description	Notes	Paid-up Capital	Surplus of fixed assets revalu-ation	Fair Value Reserve	Foreign Currencies Revaluation Reserve	General reserve	Statutory reserve	Retained earnings	Total
		SDG	SDG	SDG	SDG	SDG	SDG	SDG	SDG
Balance as at January 1, 2015	21	435,000,000	6,111,669	-	40,666	9,226,398	79,924,074	168,241,635	698,544,442
Net income for the Year		-	-	-	-	-	-	222,623,079	222,623,079
Transferred to reserves	22	-	-	2,662,759	-22,611	-	22,262,308	(22,239,697)	2,662,759
Capitalized profits	21	75,000,000	-	-	-	-	-	(75,000,000)	-
Cash dividends		-	-	-	-	-	-	(92,000,000)	(92,000,000)
Balance as at December 31, 2015		510,000,000	6,111,669	2,662,759	18,055	9,226,398	102,186,382	201,625,017	831,830,280
Balance as at January 1, 2014	21	350,000,000	6,111,669	-	-	9,226,398	61,107,855	161,438,009	587,883,931
Net income for the year		-	-	-	-	-	-	188,162,185	188,162,185
Transferred to reserves	22	-	-	-	40,666	-	18,816,218	(18,856,884)	-
Capitalized profits	21	85,000,000	-	-	-	-	-	(85,000,000)	-
Previous Years		-	-	-	-	-	-	(2,501,674)	(2,501,674)
Cash dividends		-	-	-	-	-	-	(75,000,000)	(75,000,000)
Balance as at December 31, 2014		435,000,000	6,111,669	-	40,666	9,226,398	79,924,073	168,241,635	698,544,441

The attached notes (1 - 47) form an integral part of these financial statements

Notes to the Financial Statements for the Year ended December 31, 2015

1- Incorporation and Activities:

Faisal Islamic Bank - Sudan was established in Khartoum by Faisal Sudanese Islamic Bank Law for 1977 dated 4 April, 1977, as a public company with a limited liability in accordance with Companies Act 1925 with registration certificate No. 1408 / date 18 August 1977.

The bank is providing commercial banking services according to Islamic rules and principles. Its head office is located at Al-Faihaa Building – Ali Abdulatif Street – Khartoum.

The total number of employees at the end of 2015 was 1273 (2014:1238). At 31 December 2015 the bank has 35 branches, 15 cash offices where as (2014: 34 branches, 13 cash offices), number of ATMs machines was 143 in 2015 (2014:136), all operating in Sudan.

2- Accounting Policies:

A) Basis of financial statements preparation

1. The financial statements are prepared in accordance with the standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), in consistence with the Central Bank of Sudan and Shari'ah Supervisory Board (SSB) requirements.
2. The functional currency is Sudanese Pound; financial statements have been presented in Sudanese Pounds (SDG).
3. The financial statement were prepared in compliance with the historical cost concept as amended.
4. The bank uses, the accrual basis in recording its assets, liabilities, revenues and expenses.

B) Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and any permanent impairment in value.

Depreciation of fixed assets is calculated on a straight line basis over their estimated useful lives based on Chamber of Taxation notes, as follows:

Core Banking System	10%
Motor vehicles	15%
Decoration	15%
Furniture and fixtures	10%
Computer	30%
Buildings	2.5%
Constructions	Zero

Additions and disposals during the year are depreciated at 50% of the standard rate irrespective of the date of purchase/disposal.

The carrying values of fixed assets are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount.

C) Impairment and Uncollectibility of Financial Assets

An assessment is made at each balance sheet date to determine whether there is objective evidence that a financial asset or group of financial assets may be impaired. If such evidence exists, the estimated recoverable amount of that asset is determined and any impairment loss is recognised in the income statement.

D) Foreign Currencies:

All transactions in foreign currencies are recorded using the exchange rate at the date in which they were incurred. Assets and liabilities which were recorded in foreign currency and are translated to Sudanese Pounds at the rate of exchange at the financial statements date which was at end of 2015. Exchange differences resulting from the bank investment balances and transactions in foreign currencies have been recognised in the foreign exchange investments reserve. Transfers differences resulted from bank transactions and other operations are treated in the income statement.

E) Revenue Recognition:

1) Murabaha and Mugawla

The profits and losses from Murabaha and mugawala transactions are recognized on a proportionate basis over the period of the credit.

2) Mudaraba

Mudaraba profits / losses recognized in the income statement at the time of liquidation or to extent of profits being distributed or at declaration date or when such profits can reasonably be estimated.

3) Musharaka

The profits / losses from Musharaka transactions are recognized at the time of the liquidation.

4) Income of banking services

Income from banking services is recognized at the time the related services are provided and the amount of revenue can be measured reliably.

5) Investments Income

Dividend income and profit from bonds is recognized when declared or when such profits can reasonably be estimated.

F) Provision for doubtful debts

The provision for doubtful debt is based on the assessment of collectability of each debt and in accordance with the directives of the Central Bank of Sudan.

G) Cash and cash equivalents

For the purpose of preparation of the statement of cash flows, cash and cash equivalents consist of cash in hand, cash with banks (current accounts) and balances with Central Bank of Sudan (except cash reserve).

H) Liabilities

Provisions are recognized when the bank has an obligation (legal or constructive) arising from a past event, and the costs to settle the obligation are both probable and able to be reliably measured.

I) Measurement of investments & finance at the end of the year

(1) Sales receivable: Sales receivable are measured at thier cost, at the end of the financial period /or measured at their net realizable value, Whichever is less.

(2) Mudaraba: Mudaraba is measured by the amount paid or the amount placed under the disposition of the Mudarib less the portion of the Mudaraba capital recovered from the Mudarib (if any), at the end of the year.

(3) Musharaka: Musharaka is measured by the historical cost less provision for finance losses (if any), at the end of the year.

(4) Available for Sale Investment: investments available for sale are measured at fair value which is the difference (surplus or deficits) between the book value and fair value recognised at the revaluation reserve until its nil then any deficit will be recognised at the income statement.

(5) Investments in securities and shares held for trading purposes: Investments which are classified “for trading” are initially recognized at cost, including acquisition charges associated with the investments. At the end of the period, held for trading securities and shares are re-measured at fair value, unless fair value cannot be reliably determined in which case they are measured at cost less impairment. The gains or losses resulting from the re-measurement at fair value are reported as “re measurement gains or losses on investments” in the income statement.

(6) Investments held to maturity: Investments held to maturity are initially recognized at cost, including acquisition charges associated with the investment. At the balance sheet date securities held to maturity are measured at cost less provision for impairment in value if any.

(7) Zakah and Tax treatment

The bank is subject to the Zakah and Tax regulations prescribed by the Sudanese authorities, Sharia’a supervisory board.

The bank is subject to Business Profit Tax after excluding non-taxable profits from investments such as Shahama's bonds.

J) Return on unrestricted investment account holders

The return on unrestricted investment accounts is calculated on a yearly basis. The bank allows the owners of investments deposits accounts to withdraw funds from their investment accounts before the agreed period. However, in case of Mudaraba for a fixed period, the bank (as Mudarib) has a right to enforce Mudaraba deposit until the end of agreed period.

Profits of unrestricted investment accounts holders and owners' equity are distributed on share basis. The profits of holders of unrestricted investment accounts are credited to their accounts after the approval of Shari'ah Supervisory Board and the regulators. Revenues are shared by unrestricted accounts holders except for return on banking services and other revenues. Direct investment expenses are charged to the return on investment before dividents. Administrative expenses are charged to the bank.

K) Earnings prohibited by Shari'a

The bank is committed to avoid stating in income statement recognition of any income generated from any activities not compatible with the provisions of Islamic Shari'a. Accordingly, all income generated from any activities not compatible with the provisions of Islamic Shari'a is credited to a charity account where the bank uses these funds for various social, charity and donations activities.

3- Regulatory and supervisory body:

The bank's activities are subject to the Central Bank of Sudan Law for 2002 and the banking regulations law for 2004. The Bank complies with the rules and circulars issued by the Central Bank of Sudan.

4- Shari'ah Supervisory Board (SSB):

- The bank's business activities are subject to the supervision of the Shari'ah Supervisory Board, which has been appointed by the shareholders.The Shari'ah Supervisory Board has the power and authority to direct, review and supervise the activities of the bank to ensure that they are in compliance with shari'ah rules and principles. This includes issuing an annual report to the shareholders.

5- Cash and cash equivalents:

	December 31, 2015 SDG	December 31, 2014 SDG
Treasury Cash (Local)	**94,320,516**	61,088,031
Treasury Cash (Foreign)	**3,411,442**	2,862,015
Central Bank of Sudan - local current account	**8,331,650**	13,111,899
Central Bank of Sudan - foreign current account	**2,126,094,472**	1,342,079,674
Cash - Foreign correspondents	**209,713,893**	298,860,247
	2,441,871,973	1,718,001,865

6- Central Bank of Sudan - Statutory cash reserve:

	December 31, 2015 SDG	December 31, 2014 SDG
Local currency	**352,855,409**	269,513,694
Foreign currency	**46,213,047**	61,708,870
	399,068,456	331,222,564

7- Sales receivables:

	December 31, 2015 SDG	December 31, 2014 SDG
Murabaha	**4,719,951,980**	2,640,055,881
Deferred profits	**(677,407,545)**	(609,679,661)
Financing risk provision	**(65,482,201)**	(54,287,862)
Net Sales receivables	**3,977,062,234**	1,976,088,358

8- Other investments:

	December 31, 2015 SDG	December 31, 2014 SDG
Ijara	**266,533**	-
Instalment Sales	**732,843**	732,843
Letters of credit (defaulted)	**45,403,202**	53,468,074
Documents under settlement	**29,223,735**	26,884,896
Investment risk provision	**(31,248,547)**	(36,878,079)
Other investments (net)	**44,377,765**	44,207,733

9- Investments in securities:

	December 31, 2015 SDG	December 31, 2014 SDG
Shahama	**556,620,347**	301,169,721
Shasha Securities	**219,099,000**	288,982,000
Governmental Securities	**32,164,094**	4,990,200
Liquidity Management Inter-banks Fund	**-**	90,500,000
	807,883,441	685,641,921

10- Mudaraba:

	December 31, 2015 SDG	December 31, 2014 SDG
Companies	41,714,327	75,070,471
local banks	42,886,633	171,043,194
	84,600,960	246,113,665

11- Musharaka:

	December 31, 2015 SDG	December 31, 2014 SDG
Musharaka	325,067,161	306,254,022
Financing risk provision	(1,583,675)	(2,098,191)
Musharaka (net)	323,483,486	304,155,832

12- Mugawala:

	December 31, 2015 SDG	December 31, 2014 SDG
Mugawala	3,018,692,931	1,780,822,503
Deferred profits	(612,206,404)	(466,729,834)
Mugawala (net)	2,406,486,527	1,314,092,668

13- Finance portfolios:

	December 31, 2015 SDG	December 31, 2014 SDG
Affordable housing financing portfolio	4,325,784	4,507,872
Al Aman portfolio	248,296	820,110
Workers' food portfolio	1,000,000	1,000,000
Housing & Reconstruction Fund (Kasala) portfolio	1,366,666	1,549,999
Purchase of lands (Gezira Scheme) portfolio	1,259,461	1,469,371
Portfolio of Sudan Academy for Banking and Financial Sciences	600,000	600,000
Financing and rehabilitation of irrigation network (Gezira Scheme) portfolio	1,960,000	2,473,334
Housing & Reconstruction Fund (Kasala) portfolio (the second phase)	1,699,905	1,883,295
Financing cotton cultivation (season 2013-2014) portfolio	1,500,000	1,500,000
River Nile public housing portfolio	9,500,000	4,000,000
Housing & Reconstruction Red Sea State portfolio	36,762,309	30,000,000
Financing purchase of Arabic gum portfolio	-	1,000,000
	60,222,421	50,803,981

14- Capital contributions in companies:

	December 31, 2015 SDG	December 31, 2014 SDG
Investments in subsidiaries (note 14/1)	97,495,000	97,495,000
Investments in sister & other companies (note 14/2)	5,717,078	5,353,185
Companies abroad (note 14/3)	43,593,760	15,763,394
	146,805,838	118,611,579

The attached notes (1 - 47) form an integral part of these financial statements

14/1 Investments in subsidiaries	December 31, 2015 SDG	December 31, 2014 SDG
Islamic Company for Trade and Services	**25,000,000**	25,000,000
Islamic Insurance Company (Sudan)	**24,995,000**	24,995,000
Al-Faisal for financial transactions Company	**22,500,000**	22,500,000
Al-Faisal Real Estate Company	**25,000,000**	25,000,000
	97,495,000	97,495,000

14/2 Local Companies	December 31, 2015 SDG	December 31, 2014 SDG
Grain Mills - Atbara	**1,391,110**	1,391,110
Electronic Banking Services Company (EBS)	**101,913**	88,155
Financial and Banking Systems Company (FBS)	**714,000**	714,000
Sudatel Company	**2,918,360**	2,568,225
National Pertoleum Company	**399,360**	399,360
Nile Bank for Commerce and Development	**188,215**	188,215
Al Shamal Islamic Bank	**4,120**	4,120
	5,717,078	5,353,185

14/3 Companies abroad	December 31, 2015 SDG	December 31, 2014 SDG
Advisory Group	**1,408,000**	367,400
Provision for Investment Impairment	**(1,408,000)**	-
Faisal Islamic Bank of Egypt	**43,593,760**	15,395,994
	43,593,760	15,763,394

15- Other Assets:

	December 31, 2015 SDG	December 31, 2014 SDG
Profits for investment deposits (paid in advance)	**52,067,707**	61,692,963
Prepaid taxes	**3,597,351**	5,358,345
Prepaid rents	**5,785,632**	1,925,078
Murabaha Assets	**324,122,367**	600,953,871
Mugawalat Assets	**365,132,929**	202,440,949
Land aquired in settlement of debt	**119,520,028**	-
Debts under settlement	**-**	3,350,106
Prepaid expenses	**1,379,459**	934,397
Staff loans	**167,801,595**	127,929,856
Accrued income	**114,519,762**	451,208,497
Indebtedness of Service Leavers	**2,045,408**	1,119,255
Indebtedness of Service Leavers Provision	**-**	(1,119,255)
Medicines Import Account	**722,241**	-
Mobile phones recharge (Zain sd)	**1,681,395**	691,190
Cheques due	**1,068,431**	2,479,170
National Switch Claims	**-**	21,151,681
Magnatized Cheques Value	**201,148**	-
Electrecity of SEDC	**346,646**	-
	1,159,992,098	1,480,116,103

16- Fixed Assets:

Description	The com-perhensive banking system	Motor Vehicles and Motor Cycle	Decoration of buildings	Furniture and equipment	Information technology equipment	Freehold land and buildings	Constructions	Total
		SDG	SDG	SDG	SDG	SDG	SDG	SDG
Cost in:								
January 1, 2015	5,348,718	52,828,839	25,155,459	51,640,178	94,201,985	156,950,070	137,515,422	523,640,671
Additions	1,523,588	13,764,000	11,845,973	14,545,738	30,398,404	166,186,544	94,472,280	332,736,527
Disposals	-	(2,668,025)	-	(691,005)	(3,878,814)	(5,275,861)	(96,350,269)	(108,863,974)
December 31, 2015	6,872,306	63,924,814	37,001,432	65,494,911	120,721,575	317,860,753	135,637,433	747,513,224
Depreciation in:								
January 1, 2015	4,202,125	19,745,261	9,601,086	16,883,553	51,107,862	8,554,059	-	110,093,946
Additions	611,051	8,956,626	4,661,767	5,891,305	16,410,178	3,437,205	-	39,968,132
Disposals	-	(1,428,600)	-	(110,265)	(3,043,936)	(303,783)	-	(4,886,584)
December 31, 2015	4,813,176	27,273,287	14,262,853	22,664,593	64,474,104	11,687,481	-	145,175,494
Book Value in:								
December 31, 2015	2,059,130	36,651,527	22,738,579	42,830,318	56,247,471	306,173,272	135,637,433	602,337,730
December 31, 2014	1,146,593	33,082,578	15,554,373	34,756,625	43,094,123	148,396,011	137,515,422	413,545,726

The attached notes (1 - 47) form an integral part of these financial statements

17- Current and savings accounts:

	December 31, 2015 SDG	December 31, 2014 SDG
Current deposits (local)	**2,652,437,461**	2,045,049,468
Current deposits (foreign)	**120,876,045**	102,636,392
Savings deposits (local)	**805,201,188**	482,616,999
Savings deposits (foreign)	**8,349,923**	6,376,219
	3,586,864,618	2,636,679,078

18- Credit balances:

	December 31, 2015 SDG	December 31, 2014 SDG
Margins of letters of credit	**184,129,013**	204,737,868
Margins of letters of guarantee	**16,601,074**	11,624,384
Payment orders (Local)	**104,762,283**	65,510,560
Payment orders (Foreign)	**3,098,175**	517,761
Creditors	**661,709**	2,656,239
Transfers, for people who do not have accounts	**2,932,955**	2,703,022
Dividends of Previous Years	**-**	528,001
Accrued Expenses	**1,004,152**	1,301,581
Increase in the Treasury	**57,353**	19,768
For demand deposits	**22,271,674**	4,637,431
Pending customers' payments	**69,465,025**	37,729,196
National Switch Commissions	**2,896**	8,032
Pafalo Bank Agency covers	**31,191**	31,191
Payables under liquidation	**27,051**	27,051
Import of medicines account (SDG)	**-**	952,233
National Switch Claims (EBS)	**7,514,950**	-
External ATMs Dispute	**16,183**	35,475
Unpaid transfers	**17,928**	17,928
Constructions Payables under Settlement	**12,991,585**	94,550
Conventional Income	**560,877**	-
Paid Tax	**111,542**	-
Balance of selling electricity and communication services	**193,318**	-
	426,450,934	333,132,271

19- Other liabilities:

	December 31, 2015 SDG	December 31, 2014 SDG
Additional Provisions	-	8,175,647
Zakat provision	**7,520,914**	9,825,571
Board of directors Remunerations	**16,275,513**	13,794,770
Added value tax provision	**70,763**	70,125
Staff Bonus Provision	**51,600,000**	44,065,786
Tax Provision	**34,698,444**	47,535,603
	110,165,634	123,467,502

20- Equity of unrestricted investment accounts holders:

	December 31, 2015 SDG	December 31, 2014 SDG
Investment deposits - local currency	**5,470,899,835**	3,476,567,487
Investment deposits - foreign currency	**1,494,125,498**	959,584,647
Unrestricted investment accounts owners' return	**533,856,129**	454,626,569
	7,498,881,462	4,890,778,704

21- Capital:

	December 31, 2015 SDG	December 31, 2014 SDG
Authorized Capital *	**1,000,000,000**	1,000,000,000
Paid-up Capital **	**510,000,000**	435,000,000

* The authorized capital of one billion Sudanese pounds is divided into one billion shares; the value per share is one Sudanese pound.

** The paid up capital was increased at the beginning of 2015 and 2014 by 75 million and 85 million (SDG) respectively based on Capitalization of retained profits, after the completion of legal and regulatory measures.

22- Reserves:

		December 31, 2015 SDG	December 31, 2014 SDG
Statutory reserve	22/1	**102,186,382**	79,924,073
Revaluation reserve	22/2	**6,111,669**	6,111,669
General reserve	22/3	**9,226,398**	9,226,398
Foreign Currencies Revaluation Reserve		**18,055**	40,666
Fair Value Reserve		**2,662,759**	-
		120,205,263	95,302,806

22/1 Statutory Reserve:

As required by the Banking Regulation Law of 2003 and the Central Bank of Sudan Circular dated 7 April 2007, 10% of net profit should be transferred to a statutory reserve. The bank may resolve to discontinue such annual transfers when the reserve equals to 100% of the paid up capital.

22/2 Real Estate revaluation reserve:

The lands held for investment purposes by the bank were revaluated by a licensed Sudanese Consultancy Firm.

22/3 General reserve:

According to Article (61/B) of the Statute of the Bank, part of the bank›s net profits is set aside from time to time as general reserve. The General Assembly may stop this reserve if it is equivalent to the paid-up capital.

The attached notes (1 - 47) form an integral part of these financial statements

23- Contra accounts:

	December 31, 2015 SDG	December 31, 2014 SDG
Obligations of documentary credits	250,700,842	519,190,533
Bills for collection - Investment	**1,632,721,387**	1,622,286,425
Returned Bills - Investment	**4,712,948**	64,366,366
Credit Obligations of fund of finance and goods	-	26,707,602
Obligations of guarantees	**131,004,088**	82,869,097
Bad debts – written off	**14,335,840**	12,117,833
	2,033,475,105	2,327,537,856

24- Income from deferred sales:

	December 31, 2015 SDG	December 31, 2014 SDG
Murabaha	**798,160,486**	587,772,691
	798,160,486	587,772,691

25- Income from different investments:

	December 31, 2015 SDG	December 31, 2014 SDG
Securities	**115,900,057**	93,298,639
Musharaka	**14,917,375**	35,149,311
Mugawala	**52,712,148**	21,603,702
Mudaraba	**3,427**	-
Ijara	**42,417**	19,259
Other Portfolios	**1,118,849**	1,193,186
Investment Deposits abroad	**527**	7,055
	184,694,800	151,271,153

26- Return of unrestricted investment accounts holders:

	December 31, 2015 SDG	December 31, 2014 SDG
Return on unrestricted investment account owners' before the bank's share as rabulmal and mudarib - in local currency	**600,241,394**	479,821,066
Bank's share as rabulmal and mudarib - in local currency	**(120,048,279)**	(95,964,213)
Return on unrestricted investment account owners' in local currency	**480,193,115**	383,856,853
Return on unrestricted investment account owners' before the bank's share as rabulmal and mudarib - in foreign currency	**67,078,767**	88,462,145
Bank's share as rabulmal and mudarib - in foreign currency	**(13,415,753)**	(17,692,429)
Return on unrestricted investment account owners' in foreign currency	**53,663,013**	70,769,716
	533,856,129	454,626,569

27- Income from banking services:

	December 31, 2015 SDG	December 31, 2014 SDG
Letters of credit	**114,598,690**	193,755,609
Documentary Collections	**22,861,321**	14,280,011
Foreign Transfers	**16,009,620**	19,748,877
Letters of Guarantee	**8,312,958**	5,542,550
Return on foreign currency	**1,231,069**	2,178,412
	163,013,658	235,505,460

28- Income of Bank's self investments:

	December 31, 2015 SDG	December 31, 2014 SDG
Subsidiaries (28/1)	**21,403,471**	45,197,103
Other companies (28/2)	**31,175**	1,216,749
	21,434,646	46,413,852

28/1 Subsidiaries:

	December 31, 2015 SDG	December 31, 2014 SDG
Al-Faisal Real Estate Company	**4,500,000**	12,000,000
Al-Faisal for financial transactions Company	**4,500,000**	18,000,000
Faisal Islamic Bank of Egypt	**3,800,000**	4,944,745
Islamic Company for Trade and Services	**2,500,000**	4,017,133
Islamic Insurance Company (Sudan)	**6,103,471**	6,235,225
	21,403,471	45,197,103

28/2 Other companies:

	December 31, 2015 SDG	December 31, 2014 SDG
Grain Mills - Atbara	**-**	1,142,675
Islamic Development Company	**-**	46,740
Electronic Banking Services Company (EBS)	**31,175**	27,334
	31,175	1,216,749

29- Other income:

	December 31, 2015 SDG	December 31, 2014 SDG
Rental from owned real estate	**16,673,704**	15,350,037
Sales of Fixed Assets	**63,568,093**	8,418,878
Different returns	**3,766,627**	4,386,975
	84,008,424	28,155,890

30- Staff Cost:

	December 31, 2015 SDG	December 31, 2014 SDG
Salaries and wages	**61,182,190**	47,560,263
Overtime	**9,141,496**	4,801,634
Travelling Tickets	**30,065,954**	23,601,469
Staff Uniform	**22,617,262**	18,746,490
Workers Uniform	**4,177,442**	3,338,112
Eids bonus	**17,242,183**	13,851,512
Medical Insurance	**15,466,773**	9,733,579
Marriage grants and social allowances	**477,492**	380,312
Post-service benefits	**13,939,871**	12,005,103
	174,310,664	134,018,473

The attached notes (1 - 47) form an integral part of these financial statements

31- General and Administrative Expenses:

	December 31, 2015 SDG	December 31, 2014 SDG
Rents	**16,784,707**	13,172,799
Electricity & water	**2,439,444**	2,219,004
Board of directors expenses	**2,840,575**	2,441,802
Maintenance & repairs of vehicles	**3,874,582**	3,490,224
Security	**2,746,082**	1,900,819
Maintenance	**3,425,002**	2,095,345
Post , Telegraph and Telephone	**475,441**	466,354
Subscriptions	**876,971**	1,052,110
Stationery & printings	**1,242,623**	1,239,560
Gasoline for generator	**450,131**	329,755
Meals subsidies	**2,702,919**	1,908,503
Insurance	**5,607,362**	5,792,153
Government's dues and fees	**814,775**	692,409
ATM expenses	**15,481,650**	14,482,952
Banks' charges	**226,181**	344,003
Expenses of Cash transite and sorting	**2,496,310**	1,721,691
Expenses of the central archive	**683,063**	546,870
Computer	**6,573,912**	4,575,051
Advertising	**15,462,015**	13,610,136
Audit Fees	**500,000**	412,500
Annual general meeting expesnses	**816,831**	713,976
Travel and accommodation of the internal auditor	**437,243**	358,728
Staff Surety Expenses	**3,350,106**	-
Hospitality expenses	**880,327**	773,853
Sharia'h Supervisory Board Remuneration	**210,000**	200,000
Bank's contribution to the Banking Deposits Security Fund	**13,445,519**	12,473,520
Capital increase expenses	**-**	2,318,604
Donations	**6,957,862**	6,175,297
Motor cycles Operating and Repair expenses	**24,365**	33,497
Court Fees	**1,362,514**	543,157
Cleaning expenses	**1,575,900**	1,289,670
Tax Losses and Value Added Tax	**183,749**	3,972,717
Clearing and Treasury Operating expenses	**2,533,715**	2,121,652
Faisal Cultural Center expenses	**5,626,278**	9,536,031
Contributions and expenses of the banking network	**4,442,689**	3,963,110
Training	**17,357,638**	16,097,204
Travel leave and perdiums	**9,677,188**	9,436,029
Doubtful debts provision - Service Leavers	**-**	1,119,255
Depeciation of Investment provision	**1,408,000**	-
Other	**5,850**	17,155
Consulatations	**366,249**	-
VAT	**70,763**	-
	156,436,528	143,637,493

The attached notes (1 - 47) form an integral part of these financial statements

32- Investment and Financing Risk Provision:

Description	Murabaha	Mush-araka	Mugawala	Investment funds and financing portfolio	Other invest-ments	Total
	SDG	SDG	SDG	SDG	SDG	SDG
2015						
Balance as at 1 January 2015	**54,287,862**	**2,098,191**	-	-	**36,878,079**	**93,264,132**
Charged during the year 2015	**14,000,000**	-	-	-	-	**14,000,000**
Recovered during the year	**296,010**	-	-	-	-	**296,010**
Debts written-off	**(3,101,671)**	**(514,516)**	-	-	**(5,629,532)**	**(9,245,719)**
	65,482,201	**1,583,675**	-	-	**31,248,547**	**98,314,423**
2014						
Balance at the beginning of the year 2014	**65,537,433**	**926,599**	-	-	**25,815,676**	**92,279,708**
charged during the year	-	**1,000,000**	-	-	-	**1,000,000**
Recovered during the year	-	**171,592**	-	-	-	**171,592**
	(11,249,571)	-	-	-	11,062,403	(187,168)
	54,287,862	2,098,191	-	-	36,878,079	93,264,132
	7	11	12	13	8	

Provisions for the year were classified as follows:-

Description	2015 SDG	2014 SDG
Classified	**29,824,752**	42,345,158
un-classified	**68,489,670**	50,918,974
Total	**98,314,422**	93,264,132

33 -Divident per Share:

Description	Decemper 31, 2015 SDG	Decemper 31, 2014 SDG
Net profit of the year	**222,623,079**	188,162,185
Number of Shares	**510,000,000**	435,000,000
Divident per Share	**43.65%**	43.26%

34- Investment Concentration by Economic Sector:

The total outstanding balance of total finance for the year ended in December 2015 is 7,058,999,528 (SDG) (December 2014: 5,493,315,265 SDG).The distribution of total finance for the different sectors of the economy was as follows:

Sector	2015	2014
Agricultural	**3%**	3%
Export	**6%**	7%
Industrial	**15%**	16%
Transportation	**6%**	4%
Trade	**6%**	7%
Real estate	**8%**	18%
Micro Finance and social development finance *	**47%**	32%
Other Sectors	**9%**	13%
Total	**100%**	100%

*Social development financing includes (universities, infrastructure, development, health, cooperative unions, hygiene projects and services).

The attached notes (1 - 47) form an integral part of these financial statements

35- Social responsibility:

The Bank is supporting various segments of society, such as universities, through donations, which was about 7 million pounds in 2015 (6.1 million: 2014). And the Bank usually trains employees inside and outside Sudan during the year, where training expenses amounted to about 17 million Sudanese pounds in 2015 (16 million: 2014). The Bank also receives and disburses for free salaries and wages of a number of government units through ATMs. The bank also established Alfaisal Cultural Centre for which the bank allocated a sum of 5.6 million Sudanese pounds as operating expenses (9.5 million: 2014).

36- Related parties' transactions:

These operations represent transactions with related parties, i.e. shareholders, members of the Board of Directors and senior management staff of the Bank, and companies of which they are principal shareholders.

Significant balances with related parties included in the financial position and income statements as at the end of the year were as follows:

2015

Financial Position Items	Principal share-holders & board of directors and their companies	Top Management	Total at December 31, 2015
	SDG	SDG	SDG
Murabaha	-	-	-
Musharka	-	-	-
Mudaraba	-	-	-
Loans	-	6,301,853	6,301,853
Current &Investment accounts	46,725,085	-	46,725,085
Contra Accounts:	-	-	-
Letters of credit	-	-	-
Letters of guarantee	-	-	-

2014

Financial Position Items	Principal share-holders & board of directors and their companies	Top Management	Total at December 31, 2014
	SDG	SDG	SDG
Murabaha	-	-	-
Mugawalat	-	-	-
Mudaraba	-	-	-
Loans	-	3,656,918	3,656,918
Current &Investment accounts	31,622,035	-	31,622,035
Contra Accounts:	-	-	-
Letters of credit	-	-	-
Letters of guarantee	-	-	-

37- Credit risk:

Analysis of investments concentration by economic sector is provided in note 34.

38- Liquidity risk:

Liquidity risk is the risk occurs when the bank being unable to meet its net funding requirements. Liquidity risk can be caused by market disruptions or credit downgrades, which may cause certain sources of funding to dry up. To mitigate this risk, the bank management has diversified funding sources and assets are managed with different levels of liquidity to maintaining an adequate balance of cash, cash equivalents, and readily marketable securities.

The contractual maturities of assets and liabilities have been determined on the basis of the remaining period at the balance sheet date to the contractual maturity date. Management monitors the maturity profile to ensure that adequate liquidity is maintained, whichth was as follows:

For the year 2015

Description	Within 3 Months	3 to 6 Months	6 to 12 Months	Over one year	Total
Assets:					
Cash and cash equivalents	97,740,534	-	-	-	97,740,534
Cash reserve at the Central Bank of Sudan	2,133,319,621	-	-	399,068,456	2,532,388,077
Correspondents	210,811,818	-	-	-	210,811,818
Mudarabat	42,886,633	380,729	3,000,000	38,333,600	84,600,962
Investments in securities (Shahama)	150,757,140	105,543,224	313,000,547	242,092,585	811,393,496
Sales receivables	818,129,378	493,824,847	956,178,224	1,708,929,784	3,977,062,234
Musharaka	83,015,215	14,528,145	151,082,531	74,857,596	323,483,487
Mugawalat	228,005,723	120,007,728	213,576,073	1,844,897,003	2,406,486,526
Other Investments	44,377,765	-	-	-	44,377,765
Investment Funds and Portfolios	-	-	-	60,222,421	60,222,421
Other Assets	1,159,992,098	-	-	-	1,159,992,098
Investments in subsidiaries	-	-	-	143,295,783	143,295,783
Net Fixed Assets	-	-	-	602,337,730	602,337,730
Total assets	**4,969,035,925**	**734,284,673**	**1,636,837,375**	**5,114,034,958**	**12,454,192,929**
Owners' equity and liabilities:					
Owner's equity	-	-	-	831,830,280	831,830,280
Current accounts	3,586,864,618	-	-	-	3,586,864,618
Other liabilities	110,165,634	-	-	-	110,165,634
Payables	62,450,223	98,945,076	148,417,614	116,638,021	426,450,934
Un-restricted investments accounts	752,503,074	1,128,754,611	2,257,509,223	3,360,114,554	7,498,881,462
Total liabilities and shareholders' equity	**4,511,983,549**	**1,227,699,687**	**2,405,926,837**	**4,308,582,855**	**12,454,192,929**

The attached notes (1 - 47) form an integral part of these financial statements

For the year 2014

Description	Within 3 Months	3 to 6 Months	6 to 12 Months	Over one year	Total
Assets:					
Cash and cash equivalents	63,950,045	-	-	-	63,950,045
Cash reserve at the Central Bank of Sudan	1,355,191,573	-	-	331,222,564	1,686,414,138
Correspondents	298,860,247	-	-	-	298,860,247
Deposits at other banks	171,043,194	-	-	-	171,043,194
Mudarabat	75,070,471	-	-	-	75,070,471
Investments in securities	388,369,601	-	-	297,272,320	685,641,921
Sales receivables	298,094,094	259,287,171	398,741,801	1,019,965,291	1,976,088,357
Musharaka	99,611,000	46,358,000	158,186,831	-	304,155,831
Mugawalat	220,735,698	33,514,156	69,519,237	990,323,578	1,314,092,669
Investment Funds and Portfolios	-	-	-	50,803,981	50,803,981
Investments in subsidiaries	-	-	-	102,848,185	102,848,185
Investment in other companies	-	-	-	15,763,394	15,763,394
other investments	44,207,733	-	-	-	44,207,733
Other Assets	1,480,116,103	-	-	-	1,480,116,103
Net Fixed Assets	-	-	-	413,545,726	413,545,726
Total assets	**4,495,249,759**	**339,159,327**	**626,447,869**	**3,221,745,039**	**8,682,601,995**
Owners' equity and liabilities:					
Owners' equity	-	-	-	698,544,441	698,544,441
Current accounts	2,636,679,078	-	-	-	2,636,679,078
Other liabilities	123,467,502	-	-	-	123,467,502
Payables	36,644,550	63,295,131	93,277,036	139,915,556	333,132,271
Un-restricted investments accounts	489,077,870	733,616,806	1,467,233,611	2,200,850,417	4,890,778,704
Total liabilities and shareholders' equity	**3,285,868,999**	**796,911,937**	**1,560,510,647**	**3,039,310,414**	**8,682,601,995**

39- Market risk

Market risk arises from fluctuations of rates of returns on financial instruments and foreign currency exchange rates at international and local levels which may indirectly affect the value of the Bank's assets and stock prices. The Board of Directors has put limits on the value of the possible acceptable risk level which is continuously monitored by assets and liabilities committee.

40- Shares prices risk

Shares prices risk occur when the value of the shares fluctuate as a result of changes in the market prices of the shares. The Board of Directors sets limits on the amounts and types of shares to be acquired for investments purposes. The investments committee of the Bank regularly monitors these limits

41- Profit margin risk

As Islamic financial institution the Bank exposures to fluctuations of its assets' income compared to the cost of liabilities. The Bank prove the income of some of its assets on time proportion basis , accordingly the Board of Directors sets certain limits on profit margin risk.

42- Foreign Currency risk

Foreign Currency risk is the risk that the value of a financial instrument fluctuates due to changes in foreign exchange rates.

Foreign Currency risk is managed on the basis of limits determined by the bank's board of directors. These limits are monitored continuously to ensure that the net exposure is kept to an acceptable level.

Assets and liabilities in foreign currency are mainly denominated in US Dollars and other foreign currencies. The bank foreign currencies net position was as follows:

Description	2015 SDG	2014 SDG
Assets	**410,736,052**	345,187,411
Liabilities	**410,688,700**	344,043,268
Net Foreign Currency Position	**47,352**	1,144,143

43-Capital adequacy

The bank monitors the risks of its assets in accordance with the requirements issued by Central Bank of Sudan.

Description	2015 SDG	2014 SDG
Core capital	**539,661**	456,859
Total risk weighted assets (on and off - balance sheet)	**3,123,342**	2,877,312
The bank's capital adequacy ratio	**17.28%**	15.88%
Minimum capital adequacy ratio required	**12.00%**	12.00%

44- Zakat

The bank paid its zakat up to 2014 and allocated provision for 2015 zakat.

45- Business profit tax

The bank paid its business profit tax up to 2014 and allocated provision for 2015.

46- Comparative figures

Some comparative figures of the year 2014 were reclassified to conform with current year's classification. This classification had no impact on net profit, owners' equity or cash flows.

47- Approval of financial statements

The financial statements were approved by the Board of Directors committee at its meeting held on February 2016, and the meeting of the board of directors which held on February 18, 2016.

The attached notes (1 - 47) form an integral part of these financial statements