



ABOUT THIS REPORT

WELCOME TO AL BARAKA BANK'S INTEGRATED ANNUAL REPORT, REFLECTING THE REVIEW PERIOD 01 JANUARY TO 31 DECEMBER 2014.

Introduction

This report sets-out to provide an understandable and succinct overview of the past performance and future prospects of Al Baraka Bank, presenting the financial institution's company profile, a 10-year review of salient details, its directorate and administration, joint statement by the chairman and chief executive officer and material issues it faces in terms of governance, sustainability, compliance and adherence to Shariah principles.

Al Baraka Bank's overriding purpose, as a commercial banking institution and South Africa's only fully-fledged Islamic bank, is to contribute meaningfully to the provision of a fair and equitable financial system; one which rewards effort and contributes to the development of the community.

We seek to meet the financial needs of communities by conducting business ethically, in accordance with our beliefs, practicing the highest professional standards and sharing the mutual benefits with the customers, staff and shareholders who participate in our business success.

In shaping the content of this report, we are bound by all of the bank's pre-determined reporting requirements, as well as those

prescribed by the regulating bodies active in South Africa's financial environment. However, materiality is determined by our board of directors, in line with the requirements of our shareholders and other key stakeholder groups. In preparing our report, we have been cognisant of the guiding principles contained in the International Financial Reporting Standards, the Banks Act No. 94 of 1990, the Companies Act No. 71 of 2008, and the King Code of Governance for South Africa (King III).

We employ a philosophy of integrated thinking, which is embedded in the strategic direction adopted by the bank in delivering against our vision.

Declaration

Al Baraka Bank's Audit Committee assumes responsibility for appraising and submitting our integrated annual report, complete with annual financial statements, to the board for review and approval.

The board has given due consideration to the report and is of the opinion that it satisfactorily addresses all relevant material issues and fairly represents the business and financial performance of the bank.

Adnan Ahmed Yousif
Chairman

27 March 2015

Shabir Chohan
Chief executive