

# FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 September 2019

	30 September 2019 (Reviewed)	31 December 2018 (Audited)
<b>ASSETS</b>		
Cash and bank balances	74,348	99,401
Placements with financial institutions	81,295	43,637
Financing assets	325,722	327,640
Investment in sukuk	190,514	161,324
Assets acquired for leasing	128,442	108,678
Lease rentals receivables	16,934	11,525
Investment in equity securities	45,656	50,039
Investment in real estate	18,081	18,081
Development property	6,251	6,251
Other assets	28,940	16,498
Property and equipment	7,611	7,865
<b>Total assets</b>	<b>923,794</b>	<b>850,939</b>
<b>LIABILITIES</b>		
Placement from financial institutions	163,767	158,349
Placement from non-financial institutions and individuals	134,758	120,470
Medium-term borrowing	-	41,357
Customers' current accounts	67,200	70,416
Other liabilities	14,737	10,512
<b>Total liabilities</b>	<b>380,462</b>	<b>401,104</b>
<b>Equity of investment account holders</b>	<b>445,653</b>	<b>346,373</b>
<b>OWNERS' EQUITY</b>		
Share capital	105,000	105,000
Statutory reserve	8,225	8,225
Treasury shares	(11,730)	(11,295)
Employee share incentive scheme	47	(29)
Accumulated losses	(6,111)	(729)
<b>Total equity attributable to shareholders of the parent</b>	<b>95,431</b>	<b>101,172</b>
Non-controlling interest	2,248	2,290
<b>Total Liabilities, equity of investment account holders, owners' equity and non-controlling interest</b>	<b>923,794</b>	<b>850,939</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT For the nine months ended 30 September 2019

	Nine months ended 30 September 2019 (Reviewed)	Nine months ended 30 September 2018 (Reviewed)	Three months ended 30 September 2019 (Reviewed)	Three months ended 30 September 2018 (Reviewed)
Income from financing assets and assets acquired for leasing	23,154	19,173	8,541	6,625
Income from placements with financial institutions	2,003	693	582	279
Income from sukuks	7,377	4,269	2,563	1,629
Income from equity securities	(1,372)	1,277	(1,671)	3
Other income	5,099	2,033	1,048	729
<b>Total income before return to investment account holders</b>	<b>36,261</b>	<b>27,445</b>	<b>11,063</b>	<b>9,265</b>
Less: Return to investment account holders before Bank's Share as Mudarib	(17,180)	(9,799)	(5,918)	(3,993)
Bank's Share as a Mudarib	6,015	3,472	1,965	1,725
<b>Return to investment account holders</b>	<b>(11,165)</b>	<b>(6,327)</b>	<b>(3,953)</b>	<b>(2,268)</b>
Expense on placements from financial institutions, non-financial institutions and individuals	(9,337)	(5,301)	(3,129)	(1,987)
Finance expense on medium-term borrowing	(1,241)	(1,479)	(190)	(521)
<b>Total income</b>	<b>14,518</b>	<b>14,338</b>	<b>3,791</b>	<b>4,489</b>
Staff cost	5,555	5,512	1,611	1,644
Other expenses	3,822	3,697	1,471	1,204
<b>Total expenses</b>	<b>9,377</b>	<b>9,209</b>	<b>3,082</b>	<b>2,848</b>
<b>Profit before impairment allowances</b>	<b>5,141</b>	<b>5,129</b>	<b>709</b>	<b>1,641</b>
Impairment allowances	(10,398)	(3,448)	(6,133)	(1,317)
<b>(LOSS) / PROFIT FOR THE PERIOD</b>	<b>(5,257)</b>	<b>1,681</b>	<b>(5,424)</b>	<b>324</b>
<b>Attributable to:</b>				
Shareholders of the parent	(5,215)	1,740	(5,414)	341
Non-controlling interest	(42)	(59)	(10)	(17)
	<b>(5,257)</b>	<b>1,681</b>	<b>(5,424)</b>	<b>324</b>
<b>Earnings per share</b>				
Basic and diluted earnings per share (filis)	(5.537)	1.815	(5.753)	0.355

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months ended 30 September 2019

	30 September 2019 (Reviewed)	30 September 2018 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Receipts from financing assets, net (Payments for) / Receipts from assets acquired for leasing, net	954	34,305
Income from short-term placements received	(19,656)	4,402
Returns paid to investment account holders	2,003	589
Returns from / (Payment) to investment account holders, net	(7,923)	(5,459)
Receipt from / (Payment) to investment account holders, net	99,279	(12,502)
Payment for expenses	(7,794)	(7,746)
Other receipts	3,334	2,055
Contributions paid to charitable organisation	(18)	(6)
Withdrawal from customers' current accounts, net	(3,216)	(12,341)
Placements / (Withdrawals) from financial institutions, net	5,418	(17,925)
Placements from non-financial institutions, net	14,288	51,899
Net payment to CBB reserve account	(4,963)	(3,005)
Finance expense on placement paid	(9,337)	(5,301)
Income from sukuk received	7,576	4,815
<b>Net cash from operating activities</b>	<b>79,945</b>	<b>33,879</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(32,952)	(36,951)
Proceed from redemption / sale of sukuk	3,469	14,721
Dividend from equity securities received	288	1,319
Purchase of property and equipment	(169)	(393)
<b>Net cash used in investing activities</b>	<b>(29,364)</b>	<b>(21,304)</b>
<b>FINANCING ACTIVITIES</b>		
Treasury shares, net	(350)	(384)
Repayment of medium-term borrowing	(42,598)	(1,448)
<b>Net cash used in financing activities</b>	<b>(42,948)</b>	<b>(1,832)</b>
<b>Net increase in cash and cash equivalents</b>	<b>7,633</b>	<b>10,743</b>
Cash and cash equivalents at beginning of the period	121,171	91,248
<b>Cash and cash equivalents at end of the period</b>	<b>128,804</b>	<b>101,991</b>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances (excluding CBB reserve)	48,565	71,762
Placement with financial institutions	80,239	30,229
	<b>128,804</b>	<b>101,991</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 30 September 2019

30 September 2019 (Reviewed)	Equity attributable to shareholders of the parent						Non-controlling interest	Total Equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Accumulated losses	Total		
Balance at 1 January 2019	105,000	8,225	(11,295)	(29)	(729)	101,172	2,290	103,462
Loss for the period	-	-	-	-	(5,215)	(5,215)	(42)	(5,257)
Purchase of Treasury shares	-	-	(435)	-	-	(435)	-	(435)
Issue of shares under incentive scheme	-	-	-	76	20	96	-	96
Transfer to Zakah fund	-	-	-	-	(187)	(187)	-	(187)
<b>Balance at 30 September 2019</b>	<b>105,000</b>	<b>8,225</b>	<b>(11,730)</b>	<b>47</b>	<b>(6,111)</b>	<b>95,431</b>	<b>2,248</b>	<b>97,679</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 30 September 2018

30 September 2018 (Reviewed)	Equity attributable to shareholders of the parent								Non-controlling interest	Total Equity
	Share capital	Statutory reserve	Treasury shares	Employee share incentive scheme	Investment fair value reserve	Retained earnings	Total			
Balance at 1 January 2018 (as previously reported)	105,000	8,159	(10,212)	(70)	-	10,162	113,039	2,645	115,684	
Impact of adopting FAS 30	-	-	-	-	-	(11,069)	(11,069)	-	(11,069)	
Restated balance at 1 January 2018	105,000	8,159	(10,212)	(70)	-	(907)	101,970	2,645	104,615	
Profit for the period	-	-	-	-	-	1,740	1,740	(59)	1,681	
Purchase of Treasury shares	-	-	(360)	-	-	-	(360)	-	(360)	
Issue of shares under incentive scheme	-	-	-	41	-	42	83	-	83	
Loss of control	-	-	-	-	-	(24)	(24)	(270)	(294)	
Transfer to Zakah fund	-	-	-	-	-	(441)	(441)	-	(441)	
<b>Balance at 30 September 2018</b>	<b>105,000</b>	<b>8,159</b>	<b>(10,572)</b>	<b>(29)</b>	<b>-</b>	<b>410</b>	<b>102,968</b>	<b>2,316</b>	<b>105,284</b>	

Jassim Mohamed Alseddiqi  
Chairman

Sh. Ahmed Bin Isa Al Khalifa  
Vice Chairman

Sattam Sulaiman Algosaihi  
Chief Executive Officer

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This information has been extracted from the condensed consolidated financial statements for the nine months ended 30 September 2019 which were approved by the Board of Directors on 6 November 2019 and reviewed by KPMG Fakhro.