

FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2022

All amounts are in BD 000's

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 September 2022

	30 September 2022 (Reviewed)	31 December 2021 (Audited)
ASSETS		
Cash and bank balances	119,103	124,115
Placements with financial institutions	7,021	26,391
Sovereign sukuk	327,867	295,040
Financing assets	347,809	324,373
Ijarah assets	173,329	152,394
Investment securities	180,592	59,690
Assets held-for-sale	4,341	63,103
Investment in real estate	87,341	80,919
Equity accounted investees	24,360	25,268
Other assets	23,066	13,192
Property and equipment	1,579	1,699
Total assets	1,296,498	1,166,184
LIABILITIES		
Placements from financial institutions	237,232	130,199
Placements from non-financial institutions and individuals	222,216	183,217
Term financing from financial institutions	128,719	71,617
Customers' current accounts	60,884	52,936
Other liabilities	26,314	25,629
Total liabilities	675,365	463,598
Equity of investment account holders		
From financial institutions	58,979	125,707
From non-financial institutions and individuals	406,056	419,488
Total equity of investment account holders	465,035	545,195
OWNERS' EQUITY		
Share capital	84,783	89,212
Subordinated Mudaraba (AT1)	47,222	47,222
Statutory reserve	10,110	10,110
Treasury shares	(6,254)	(11,926)
Investment fair value reserve	(7,339)	187
Retained earnings	17,448	11,493
Total owners' equity	145,970	146,298
Non-controlling interest	10,128	11,093
Total liabilities, equity of investment account holders, owners' equity and non-controlling interest	1,296,498	1,166,184

CONDENSED CONSOLIDATED INCOME STATEMENT For the nine months ended 30 September 2022

	Nine months ended 30 September 2022 (Reviewed)	Nine months ended 30 September 2021 (Reviewed)	Three months ended 30 September 2022 (Reviewed)	Three months ended 30 September 2021 (Reviewed)
Income from financing and Ijarah assets	25,800	22,183	9,598	7,196
Income from placements with financial institutions	308	125	196	28
Income from sukuk	15,823	16,892	6,362	4,630
Income from investment securities	65	435	(396)	232
Share of loss from equity accounted investees	(908)	(722)	(226)	(109)
Fees and other income, net	2,545	2,238	1,188	735
Total income before return to investment account holders	43,633	41,151	16,722	12,712
Return to investment account holders before Bank's share as Mudarib	(24,120)	(19,710)	(7,948)	(5,790)
Bank's share as a Mudarib	13,328	10,681	4,182	2,828
Return to investment account holders	(10,792)	(9,029)	(3,766)	(2,962)
Finance expense on placements from financial institutions, non-financial institutions and individuals	(8,523)	(9,338)	(3,888)	(3,095)
Finance expense on term financing from financial institutions	(2,678)	(923)	(1,260)	(378)
Total income	21,640	21,861	7,808	6,277
Staff cost	4,960	4,327	1,307	1,322
Other operating expenses	3,839	3,696	1,298	1,265
Total expenses	8,799	8,023	2,605	2,587
Profit before impairment allowances	12,841	13,838	5,203	3,690
Net impairment charge	(1,957)	(5,030)	(1,129)	(856)
PROFIT FOR THE PERIOD	10,884	8,808	4,074	2,834
Attributable to:				
Shareholders of the parent	10,884	8,841	4,074	2,834
Non-controlling interest	-	(33)	-	-
Earnings per share				
Basic and diluted earnings per share (BIS)	9.827	7.268	5.092	3.526

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months ended 30 September 2022

	Nine months ended 30 September 2022 (Reviewed)	Nine months ended 30 September 2021 (Reviewed)
OPERATING ACTIVITIES		
(Payments for) / receipts from financing assets, net	(8,841)	4,439
Payments for Ijarah assets	(20,015)	(3,883)
Income received from short-term placements	138	128
Returns paid to investment account holders	(10,554)	(10,308)
(Withdrawals) / receipts from investment account holders, net	(80,160)	31,377
Payments for expenses	(17,830)	(8,726)
Other receipts	2,424	2,238
Contributions paid to charitable organisations	(370)	(463)
Receipts / (withdrawals) from customers' current accounts, net	7,948	(5,018)
Receipts from placements from financial institutions, net	107,034	21,434
Receipts / (withdrawals) from placements from non-financial institutions and individuals, net	38,999	(23,950)
Net (payment) / receipts from CBB reserve account	(10,339)	306
Profit expense paid on placements	(8,523)	(9,338)
Net cash generated from / (used in) operating activities	2,081	(1,766)
INVESTING ACTIVITIES		
Purchase of sukuk	(174,020)	(165,635)
Proceeds from sale / redemption of sukuk	65,604	149,193
Income from sukuk received	16,469	10,972
Proceeds from disposal / redemption of investments	-	7,321
Proceeds from disposal of investment in real estate	3,229	242
Income from investment securities	950	636
Purchase of property and equipment, net	(167)	(389)
Net cash (used in) / generated from investing activities	(87,935)	2,340
FINANCING ACTIVITIES		
(Purchase) / disposal of treasury shares, net	(291)	55
Drawdown of term borrowings, net	57,102	5,607
Profit distribution on AT 1 capital	(3,000)	(3,000)
Finance expenses paid on term borrowings	(2,678)	(923)
Net cash from financing activities	51,133	1,739
Net (decrease) / increase in cash and cash equivalents	(34,721)	2,313
Cash and cash equivalents at beginning of the period	135,216	85,323
Cash and cash equivalents at end of the period	100,495	87,636
Cash and cash equivalents comprises:		
Cash and bank balances (excluding CBB reserve)	93,474	50,699
Placement with financial institutions	7,021	36,937
	100,495	87,636

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2022

30 September 2022 (Reviewed)	Equity attributable to shareholders of the parent							Non-controlling interest	Total Equity
	Share capital	Subordinated mudaraba (AT1)	Statutory reserve	Treasury shares	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2022	89,212	47,222	10,110	(11,926)	187	11,493	146,298	11,093	157,391
Fair value changes	-	-	-	-	(7,526)	-	(7,526)	-	(7,526)
Profit for the period	-	-	-	-	-	10,884	10,884	-	10,884
Total recognised income and expense for the period	-	-	-	-	(7,526)	10,884	3,358	-	3,358
Cancellation of Treasury shares	(4,429)	-	-	5,963	-	(1,534)	-	-	-
Purchase of treasury shares	-	-	-	(291)	-	-	(291)	-	(291)
Profit distribution on AT 1 capital	-	-	-	-	-	(3,000)	(3,000)	-	(3,000)
Loss of control	-	-	-	-	-	-	-	(965)	(965)
Transfer to Zakah fund	-	-	-	-	-	(395)	(395)	-	(395)
Balance at 30 September 2022	84,783	47,222	10,110	(6,254)	(7,339)	17,448	145,970	10,128	156,098

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY for the nine months ended 30 September 2021

30 September 2021 (Reviewed)	Equity attributable to shareholders of the parent							Non-controlling interest	Total Equity
	Share capital	Subordinated mudaraba (AT1)	Statutory reserve	Treasury shares	Investment fair value reserve	Retained earnings	Total		
Balance at 1 January 2021	89,212	47,222	9,024	(11,859)	348	7,863	141,810	10,225	152,035
Impact on adoption of FAS 32	-	-	-	-	-	23	23	-	23
Balance as restated	89,212	47,222	9,024	(11,859)	348	7,886	141,833	10,225	152,058
Fair value changes	-	-	-	-	(312)	-	(312)	-	(312)
Profit for the period	-	-	-	-	-	8,841	8,841	(33)	8,808
Total recognised income and expense for the period	-	-	-	-	(312)	8,841	8,529	(33)	8,496
Purchase of Treasury shares	-	-	-	(67)	-	-	(67)	-	(67)
Issue of shares under incentive scheme	-	-	-	-	-	69	69	-	69
Profit distribution on AT 1 Capital	-	-	-	-	-	(3,000)	(3,000)	-	(3,000)
Transfer to Zakah fund	-	-	-	-	-	(229)	(229)	-	(229)
Balance at 30 September 2021	89,212	47,222	9,024	(11,926)	36	13,567	147,135	10,192	157,327

Hisham Ahmed Al Rayes
Chairman

Sh. Ahmed Bin Isa Al Khalifa
Vice Chairman

Sattam Sulaiman Algaosabi
Chief Executive Officer

This information has been extracted from the condensed consolidated interim financial statements for the nine months ended 30 September 2022 which were approved by the Board of Directors on 3rd November 2022 and reviewed by KPMG Fakhro.

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