

# FINANCIAL RESULTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2021

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2021

	30 September 2021 (Reviewed)	31 December 2020 (Audited)
<b>ASSETS</b>		
Cash and bank balances	65,807	83,017
Placements with financial institutions	36,937	17,720
Investment in sukuk	282,879	261,132
Financing assets	315,344	307,717
Ijarah assets	148,644	139,754
Investment securities	48,057	55,892
Investment in real estate	94,205	83,303
Equity accounted investees	31,841	31,963
Other assets	16,973	27,646
Property and equipment	7,559	7,450
<b>Total assets</b>	<b>1,048,246</b>	<b>1,015,594</b>
<b>LIABILITIES</b>		
Placements from financial institutions	100,980	79,545
Placements from non-financial institutions and individuals	190,293	214,243
Term borrowings	81,084	75,477
Customers' current accounts	50,658	55,676
Other liabilities	11,177	13,269
<b>Total liabilities</b>	<b>434,192</b>	<b>438,210</b>
<b>Equity of investment account holders</b>		
From financial institutions	63,172	26,154
From non-financial institutions and individuals	393,555	399,195
<b>Total equity of investment account holders</b>	<b>456,727</b>	<b>425,349</b>
<b>OWNERS' EQUITY</b>		
Share capital	89,212	89,212
Subordinated Mudaraba (AT1)	47,222	47,222
Statutory reserve	9,024	9,024
Treasury shares	(11,926)	(11,859)
Investment fair value reserve	36	348
Retained earnings	13,567	7,863
<b>Total owners' equity</b>	<b>147,135</b>	<b>141,810</b>
Non-controlling interest	10,192	10,225
<b>Total liabilities, equity of investment account holders, owners' equity and non-controlling interest</b>	<b>1,048,246</b>	<b>1,015,594</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT

For the nine months ended 30 September 2021

	Nine months ended 30 September 2021 (Reviewed)	Nine months ended 30 September 2020 (Reviewed)	Three months ended 30 September 2021 (Reviewed)	Three months ended 30 September 2020 (Reviewed)
Income from financing and Ijarah assets	22,183	22,963	7,196	7,405
Income from placements with financial institutions	125	482	28	130
Income from sukuk	16,892	9,366	4,630	3,331
Income from investment securities	435	180	232	6
Share of loss from equity accounted investees	(722)	(12)	(109)	-
Fees and other income	2,238	1,839	735	630
<b>Total income before return to investment account holders</b>	<b>41,151</b>	<b>34,818</b>	<b>12,712</b>	<b>11,502</b>
Less: Return to investment account holders before Bank's share as Mudarib	(19,710)	(15,861)	(5,790)	(4,384)
Bank's share as a Mudarib	10,681	6,569	2,828	1,116
<b>Return to investment account holders</b>	<b>(9,029)</b>	<b>(9,292)</b>	<b>(2,962)</b>	<b>(3,268)</b>
Finance expense on placements from financial institutions, non-financial institutions and individuals	(9,338)	(9,064)	(3,095)	(3,297)
Finance expense on term borrowings	(923)	(609)	(378)	(453)
<b>Total income</b>	<b>21,861</b>	<b>15,853</b>	<b>6,277</b>	<b>4,484</b>
Staff cost	4,327	4,689	1,322	1,217
Other operating expenses	3,696	2,979	1,265	886
<b>Total expenses</b>	<b>8,023</b>	<b>7,668</b>	<b>2,587</b>	<b>2,103</b>
<b>Profit before impairment allowances</b>	<b>13,838</b>	<b>8,185</b>	<b>3,690</b>	<b>2,381</b>
Net impairment charge	(5,030)	(464)	(856)	(345)
<b>PROFIT FOR THE PERIOD</b>	<b>8,808</b>	<b>7,721</b>	<b>2,834</b>	<b>2,036</b>
<b>Attributable to:</b>				
Shareholders of the parent	8,841	7,777	2,834	2,068
Non-controlling interest	(33)	(56)	-	(32)
	<b>8,808</b>	<b>7,721</b>	<b>2,834</b>	<b>2,036</b>
<b>Earnings per share</b>				
Basic and diluted earnings per share (filis)	7.268	9.674	3.526	2.572

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2021

	Nine months ended 30 September 2021 (Reviewed)	Nine months ended 30 September 2020 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Receipts from financing assets, net (Payments for) / receipts from Ijarah assets	4,439 (3,883)	5,191 3,551
Income from short-term placements received	126	482
Returns paid to investment account holders	(10,308)	(12,539)
Receipts / (withdrawals) from investment account holders, net	31,377	(98,362)
Payments for expenses	(8,726)	(10,681)
Other receipts	2,238	1,839
Contributions paid to charitable organisations	(463)	(57)
Withdrawals from customers' current accounts, net	(5,018)	(8,564)
Receipts / (withdrawals) from placements from financial institutions, net (Withdrawals) / receipts from placements from non-financial institutions and individuals, net	(23,950)	70,035
Net receipts from CBB reserve account	306	10,365
Payment of profit on placements	(9,338)	(9,064)
<b>Net cash used in operating activities</b>	<b>(1,786)</b>	<b>(54,920)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(165,635)	(75,821)
Proceeds from sale / redemption of sukuk	149,193	10,458
Income from sukuk received	10,972	9,612
Purchase of investments	-	(15,127)
Proceeds from disposal / redemption of investments	7,321	-
Proceeds from disposal of investment in real estate	242	728
Income from investment securities	636	202
Purchase of property and equipment, net	(389)	(119)
<b>Net cash from / (used in) investing activities</b>	<b>2,340</b>	<b>(70,067)</b>
<b>FINANCING ACTIVITIES</b>		
Treasury shares, net	55	49
Drawdown of term borrowings	5,607	43,632
Cash from injection of AT1 Capital	-	11,447
Profit distribution on AT1 capital	(3,000)	-
Finance expenses paid on term borrowings	(923)	(330)
<b>Net cash from financing activities</b>	<b>1,739</b>	<b>54,798</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>2,313</b>	<b>(70,189)</b>
Cash and cash equivalents at beginning of the period	85,323	144,454
<b>Cash and cash equivalents at end of the period</b>	<b>87,636</b>	<b>74,265</b>
<b>Cash and cash equivalents comprises:</b>		
Cash and bank balances (excluding CBB reserve)	50,899	27,097
Placement with financial institutions	36,937	47,168
	<b>87,636</b>	<b>74,265</b>

## 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	Statutory reserve	Treasury shares	Investment fair value reserve	Subordinated mudaraba (AT1)	Retained earnings			
Balance at 1 January 2021	89,212	9,024	(11,859)	348	47,222	7,863	141,810	10,225	152,035
Impact on adoption of FAS 32	-	-	-	-	-	23	23	-	23
Balance as restated	89,212	9,024	(11,859)	348	47,222	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
<b>Total recognised income and expense for the period</b>	-	-	-	(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 AT1 Capital	-	-	-	-	-	(3,000)	(3,000)	-	(3,000)
Transfer to Zakah fund	-	-	-	-	-	(229)	(229)	-	(229)
<b>Balance at 30 September 2021</b>	<b>89,212</b>	<b>9,024</b>	<b>(11,926)</b>	<b>36</b>	<b>47,222</b>	<b>13,567</b>	<b>147,135</b>	<b>10,192</b>	<b>157,327</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the nine months ended 30 September 2020

30 September 2020 (Reviewed)	Equity attributable to shareholders of the parent						Non-controlling interest	Total Equity	
	Share capital	Statutory reserve	Treasury shares	Investment fair value reserve	Subordinated mudaraba (AT1)	Retained earnings			
Balance at 1 January 2020	105,000	8,225	(11,730)	-	-	(15,788)	85,707	2,200	87,907
Fair value changes	-	-	-	(54)	-	-	(54)	-	(54)
Profit for the period	-	-	-	-	-	7,777	7,777	(56)	7,721
<b>Total recognised income and expense for the period</b>	-	-	-	(54)	-	7,777	7,723	(56)	7,667
Issuance of AT1	-	-	-	-	60,000	12,000	72,000	-	72,000
Issuance cost of AT1	-	-	-	-	(12,940)	-	(12,940)	-	(12,940)
Modification loss	-	-	-	-	-	(9,452)	(9,452)	-	(9,452)
Government grant	-	-	-	-	-	1,069	1,069	-	1,069
Capital reduction	(15,788)	-	-	-	-	-	15,788	-	-
Purchase of treasury shares	-	-	(129)	-	-	-	(129)	-	(129)
Issue of shares under incentive share scheme	-	-	-	-	-	109	109	-	109
Gain of Control	-	-	-	-	-	-	-	8,106	8,106
Transfer to Zakah fund	-	-	-	-	-	(218)	(218)	-	(218)
<b>Balance at 30 September 2020</b>	<b>89,212</b>	<b>8,225</b>	<b>(11,859)</b>	<b>(54)</b>	<b>47,060</b>	<b>11,285</b>	<b>143,869</b>	<b>10,250</b>	<b>154,119</b>

Jassim Mohamed Alseddij  
Chairman

Sh. Ahmed Bin Isa Al Khalifa  
Vice Chairman

Sattam Sulaiman Algosabi  
Chief Executive Officer

This information has been extracted from the condensed consolidated interim financial statements for the nine months ended 30 September 2021 which were approved by the Board of Directors on 11 November 2021 and reviewed by KPMG Fakhro.

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