

# Financial Results For The Six months period ended 30 June 2023

All amounts are in BD 000's

## CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 June 2023

	30 June 2023 (Reviewed)	31 December 2022 (Audited)
<b>ASSETS</b>		
Cash and bank balances	127,075	149,093
Placements with financial institutions	46,816	62,630
Investment in sukuk	546,390	523,332
Financing assets	328,210	321,135
Ijarah assets	210,641	183,725
Investment securities	70,270	33,637
Assets held-for-sale	4,341	4,341
Investment in real estate	86,101	96,947
Equity accounted investees	25,173	24,522
Other assets	25,241	22,901
Property and equipment	3,428	3,431
<b>Total assets</b>	<b>1,473,686</b>	<b>1,425,694</b>
<b>LIABILITIES</b>		
Placements from financial institutions	295,468	240,080
Placements from non-financial institutions and Individuals	247,838	215,364
Term financing from financial institutions	176,302	130,955
Customers' current accounts	86,543	50,955
Other liabilities	20,581	25,437
<b>Total liabilities</b>	<b>826,732</b>	<b>662,791</b>
Equity of investment account holders		
From financial institutions	60,140	159,926
From non-financial institutions and individuals	428,356	445,207
<b>Total equity of investment accountholders</b>	<b>488,496</b>	<b>605,133</b>
<b>OWNERS' EQUITY</b>		
Share capital	84,783	84,783
Statutory reserve	11,510	11,510
Treasury shares	(6,254)	(6,254)
Investment fair value reserve	(7,005)	(5,790)
Retained earnings	19,567	16,171
<b>Equity attributable to parent's shareholders</b>	<b>102,601</b>	<b>100,420</b>
Perpetual Mudaraba (AT1)	47,222	47,222
Non-controlling interest	8,635	10,128
<b>Total owners' equity</b>	<b>158,458</b>	<b>157,770</b>
<b>Total liabilities, equity of investment accountholders and owners' equity</b>	<b>1,473,686</b>	<b>1,425,694</b>

## CONDENSED CONSOLIDATED INCOME STATEMENT For the six months period ended 30 June 2023

	Six months ended 30 June 2023 (Reviewed)	Six months ended 30 June 2022 (Reviewed)	Three months ended 30 June 2023 (Reviewed)	Three months ended 30 June 2022 (Reviewed)
Income from financing and Ijarah assets	20,246	16,202	9,985	8,200
Income from placements with financial institutions	1,450	112	695	73
Income from sukuk	16,305	9,461	8,029	4,707
Income from investment securities	1,254	461	699	87
Share of loss from equity accounted investees	(440)	(682)	(221)	(391)
Fees and other income, net	5,973	1,357	3,701	532
<b>Total income before return to investment accountholders</b>	<b>44,788</b>	<b>26,911</b>	<b>22,888</b>	<b>13,208</b>
Return to investment accountholders before Bank's share as Mudarib	(13,482)	(16,172)	(5,347)	(8,123)
Bank's share as a Mudarib	3,158	9,146	355	4,308
<b>Return to investment accountholders</b>	<b>(10,324)</b>	<b>(7,026)</b>	<b>(4,992)</b>	<b>(3,815)</b>
Finance expense on placements from financial institutions, non-financial institutions and individuals	(14,818)	(4,635)	(8,332)	(2,106)
Finance expense on term financing from financial institutions	(4,870)	(1,418)	(2,578)	(901)
<b>Total income</b>	<b>14,776</b>	<b>13,832</b>	<b>6,986</b>	<b>6,386</b>
Staff cost	3,462	3,653	1,661	1,369
Other operating expenses	3,342	2,541	1,683	1,469
<b>Total expenses</b>	<b>6,804</b>	<b>6,194</b>	<b>3,344</b>	<b>2,838</b>
<b>Profit before impairment allowances</b>	<b>7,972</b>	<b>7,638</b>	<b>3,642</b>	<b>3,548</b>
Net impairment charge	(1,021)	(828)	(443)	(186)
<b>PROFIT FOR THE PERIOD</b>	<b>6,951</b>	<b>6,810</b>	<b>3,199</b>	<b>3,362</b>
<b>Attributable to:</b>				
Shareholders of the parent	6,951	6,810	3,199	3,362
Non-controlling interest	-	-	-	-
<b>Earnings per share</b>				
Basic and diluted earnings per share (filis)	4.94	4.74	0.25	0.45

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the six months period ended 30 June 2023

	Six months ended 30 June 2023 (Reviewed)	Six months ended 30 June 2022 (Reviewed)
<b>OPERATING ACTIVITIES</b>		
Payments of financing assets, net	(19,848)	(2,709)
Payments for Ijarah assets, net	(26,535)	(13,773)
Income received from short-term placements	1,450	112
Returns paid to investment accountholders (Withdrawals) / receipts from investment accountholders, net	(10,386)	(7,731)
Payments for expenses	(10,659)	(53,658)
Other receipts	3,333	1,357
Contributions paid to charitable organisations	(698)	(267)
Receipts from customers' current accounts, net	35,588	32,489
Receipts from / (payment to) placements from financial institutions, net	55,388	(8,748)
Receipts / (withdrawals) from placements from non-financial institutions and individuals, net	32,474	(69,708)
Net payment to CBB reserve account	(3,125)	(3)
Profit expense paid on placements	(14,817)	(4,635)
<b>Net cash used in operating activities</b>	<b>(74,372)</b>	<b>(33,457)</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of sukuk	(128,001)	(133,480)
Proceeds from sale / redemption of sukuk	106,442	59,657
Income from sukuk received	16,767	10,417
Proceeds from disposal of investments in real estate	35	3,229
Income from investment in real estate	21	-
Income from investment securities	955	88
Purchase of property and equipment, net	(282)	(28)
Net movement in margin call	1,406	-
<b>Net cash used in investing activities</b>	<b>(2,657)</b>	<b>(60,117)</b>
<b>FINANCING ACTIVITIES</b>		
Purchase of treasury shares, net	-	(290)
Receipts of term financing from financial institutions, net	45,347	66,273
Payments of finance expense on term financing from financial institutions	(4,870)	(1,418)
Profit distribution on AT 1 Capital	(3,000)	(3,000)
<b>Net cash generated from financing activities</b>	<b>37,477</b>	<b>61,565</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(39,552)</b>	<b>(32,009)</b>
Cash and cash equivalents at beginning of the period	174,338	153,216
<b>Cash and cash equivalents at end of the period</b>	<b>134,786</b>	<b>103,207</b>
<b>Cash and cash equivalents comprises:</b>		
Cash and bank balances (excluding CBB reserve)	98,155	55,467
Placement with financial institutions with original maturities of 90 days or less (excluding margin call account)	36,631	47,740
	<b>134,786</b>	<b>103,207</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months period ended 30 June 2023

30 June 2023 (Reviewed)	Equity attributable to parent's shareholders					Perpetual mudaraba (AT1)	Non- controlling interest	Total Owners' Equity	
	Share capital	Statutory reserve	Treasury shares	Investment fair value reserve	Retained earnings				Total
Balance at 1 January 2023	84,783	11,510	(6,254)	(5,790)	16,171	100,420	47,222	10,128	157,770
Net fair value changes	-	-	-	(1,215)	-	(1,215)	-	-	(1,215)
Profit for the period	-	-	-	-	6,951	6,951	-	-	6,951
<b>Total recognised income and expense for the period</b>	-	-	-	(1,215)	6,951	5,736	-	-	5,736
Transfer to Zakah fund	-	-	-	-	(555)	(555)	-	-	(555)
Profit distribution on Perpetual Mudaraba	-	-	-	-	(3,000)	(3,000)	-	-	(3,000)
Loss of Control	-	-	-	-	-	-	-	(1,493)	(1,493)
<b>Balance at 30 June 2023</b>	<b>84,783</b>	<b>11,510</b>	<b>(6,254)</b>	<b>(7,005)</b>	<b>19,567</b>	<b>102,601</b>	<b>47,222</b>	<b>8,635</b>	<b>158,458</b>

## CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the six months period ended 30 June 2022

30 June 2022 (Reviewed)	Equity attributable to parent's shareholders					Perpetual mudaraba (AT1)	Non- controlling interest	Total Owners' Equity	
	Share capital	Statutory reserve	Treasury shares	Investment fair value reserve	Retained earnings				Total
Balance at 1 January 2022	89,212	10,110	(11,926)	187	11,493	99,076	47,222	11,093	157,391
Net fair value changes	-	-	-	(5,656)	-	(5,656)	-	-	(5,656)
Profit for the period	-	-	-	-	6,810	6,810	-	-	6,810
<b>Total recognised income and expense for the period</b>	-	-	-	(5,656)	6,810	1,154	-	-	1,154
Cancellation of treasury shares	(4,429)	-	5,963	-	(1,534)	-	-	-	-
Purchase of Treasury shares	-	-	-	-	(290)	-	-	-	(290)
Transfer to Zakah fund	-	-	-	-	(395)	(395)	-	-	(395)
Profit distribution on Perpetual Mudaraba	-	-	-	-	(3,000)	(3,000)	-	-	(3,000)
Loss of control	-	-	-	-	-	-	-	(965)	(965)
<b>Balance at 30 June 2022</b>	<b>84,783</b>	<b>10,110</b>	<b>(6,253)</b>	<b>(5,469)</b>	<b>13,374</b>	<b>96,545</b>	<b>47,222</b>	<b>10,128</b>	<b>153,895</b>

Hisham Ahmed Al Rayes  
Chairman

Sh. Ahmed Bin Isa Al Khalifa  
Vice Chairman

Sattam Sulaiman Algosaibi  
Chief Executive Officer

This information has been extracted from the condensed consolidated interim financial statements for the Six months period ended 30 June 2023 which were approved by the Board of Directors on 9<sup>th</sup> August 2023 and reviewed by KPMG Fakhro.

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