

Financial Results For The Three Months Ended 31st March 2024

All amounts are in BD 000's

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 March 2024

	31 March 2024 (Reviewed)	31 December 2023 (Audited)
ASSETS		
Cash and bank balances	37,298	116,383
Placements with financial institutions	78,448	124,190
Investment in sukuk	528,932	522,746
Financing contracts	621,235	548,287
Investment securities	38,537	38,570
Investment in real estate	69,215	97,787
Equity accounted investees	24,446	24,689
Other assets	27,268	26,277
Property and equipment	3,369	3,489
TOTAL ASSETS	1,428,748	1,502,418
LIABILITIES		
Placements from financial institutions	177,101	237,773
Placements from non-financial institutions and individuals	286,534	206,518
Term financing from financial institutions	262,659	264,362
Customers' current accounts	84,118	77,880
Other liabilities	20,564	22,829
TOTAL LIABILITIES	830,976	809,362
QUASI-EQUITY		
From financial institutions	28,564	68,054
From non-financial institutions and individuals	449,488	467,608
TOTAL QUASI-EQUITY	478,052	535,662
OWNERS' EQUITY		
Share capital	113,044	84,783
Statutory reserve	12,410	12,410
Treasury shares	(6,254)	(6,254)
Investment fair value reserve	(7,248)	(7,165)
Retained earnings	7,181	17,719
Equity attributable to parent's shareholders	119,133	101,493
Prepetual Mudaraba (AT1)	-	47,222
Equity attributable to owners' of the parent	119,133	148,715
Non-controlling interest	587	8,679
TOTAL OWNERS' EQUITY	119,720	157,394
TOTAL LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY	1,428,748	1,502,418

CONDENSED CONSOLIDATED STATEMENT OF INCOME For the three-month period ended 31 March 2024

	Three months ended 31 March 2024 (Reviewed)	Three months ended 31 March 2023 (Reviewed)
Income from financing contracts	11,765	10,261
Income from placements with financial institutions	2,024	755
Income from sukuk	7,293	8,276
Finance expense on placements from financial institutions, non-financial institutions and individuals	(7,276)	(6,486)
Finance expense on term financing from financial institutions	(4,203)	(2,292)
Net income from jointly financed assets	9,603	10,514
Income from investment securities	304	555
Income from investment in real estate, net	1,557	8
Share of loss from equity accounted investees	(242)	(219)
Fees and other income, net	1,680	2,264
TOTAL INCOME	12,902	13,122
Staff cost	1,839	1,801
Other operating expenses	2,032	1,659
TOTAL EXPENSES	3,871	3,460
Net operating income before impairment allowances and attribution to quasi equity	9,031	9,662
Allowances for impairment and expected credit losses, net	(789)	(578)
Profit for the period before attribution to quasi-equity	8,242	9,084
Less: Net income attributable to quasi-equity	(5,234)	(5,332)
PROFIT FOR THE PERIOD	3,008	3,752
Attributable to:		
Owners' of the parent	3,008	3,752
Non-controlling interest	-	-
	3,008	3,752
Earnings per share		
Basic and diluted earnings per share (filis)	3.69	4.69

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the three-month period ended 31 March 2024

	Three months ended 31 March 2024 (Reviewed)	Three months ended 31 March 2023 (Reviewed)
OPERATING ACTIVITIES		
Profit for the period	3,008	3,752
Adjustments:		
Depreciation	432	347
Finance expenses on medium term borrowings	4,203	2,292
Allowances for impairment and expected credit losses, net	789	578
Amortization of premium/discourt	128	685
Fair value gains	(39)	30
Foreign exchange revaluation	(285)	(162)
Amortization of right-of-use asset	94	120
Investment securities income	(129)	(129)
Gain on sale of investment in sukuk	(525)	(330)
Gain on sale of investment in real estate	(1,820)	-
Share of results of associates, net	242	219
Operating profit before changes in operating assets and liabilities	6,098	7,402
Mandatory reserve with Central Bank of Bahrain	630	(2,134)
Financing contracts	(72,948)	(9,953)
Other assets	(989)	(4,812)
Customers' current accounts	6,237	17,558
Other liabilities	(3,574)	(9,204)
Placements from financial institutions	(60,672)	(13,026)
Placements from non-financial institutions and individuals	80,015	21,345
Quasi equity	(57,609)	(24,220)
Net cash used in operating activities	(102,812)	(17,044)
INVESTING ACTIVITIES		
Purchase of sukuk	(52,120)	(56,585)
Proceeds from sale / redemption of sukuk	46,234	25,196
Sale / (purchase) of investment in real estate	21,800	(135)
Proceeds from disposal / redemption of investment securities	256	607
Purchase of property and equipment, net	(101)	(163)
Net movement in margin call	996	1,363
Net cash generated from / (used in) investing activities	17,065	(29,717)
FINANCING ACTIVITIES		
Drawdown of term financing, net	(1,703)	32,784
Finance expenses paid on term financing	(4,203)	(2,292)
Redemption of AT1 Capital	(31,739)	-
Net cash (used in) / generated from financing activities	(37,645)	30,492
Net decrease in cash and cash equivalents	(123,392)	(16,269)
Cash and cash equivalents at beginning of the period	202,371	174,338
Cash and cash equivalents at end of the period	78,979	158,069
Cash and cash equivalents comprises:*		
Cash and bank balances (excluding CBB reserve)	9,344	135,313
Placement with financial institutions with original maturities of 90 days or less (excluding margin call account)	69,635	22,756
	78,979	158,069

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the three-month period ended 31 March 2024

31 March 2024 (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 2024	84,783	12,410	(6,254)	(7,165)	17,719	101,493	47,222	8,679	157,394
Profit for the period	-	-	-	-	3,008	3,008	-	-	3,008
Other comprehensive income	-	-	-	(83)	-	(83)	-	-	(83)
Total comprehensive income for the period	-	-	-	(83)	3,008	2,925	-	-	2,925
Transfer to zakah fund	-	-	-	-	(768)	(768)	-	-	(768)
Redemption of AT1	-	-	-	-	(12,778)	(12,778)	(18,961)	-	(31,739)
Conversion of AT1	28,261	-	-	-	-	28,261	(28,261)	-	-
Sale of shares in subsidiary	-	-	-	-	-	-	-	(8,092)	(8,092)
Balance at 31 March 2024	113,044	12,410	(6,254)	(7,248)	7,181	119,133	-	587	119,720

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the three-month period ended 31 March 2023

31 March 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
Profit for the period	-	-	-	-	3,752	3,752	-	-	3,752
Other comprehensive income	-	-	-	(672)	-	(672)	-	-	(672)
Total comprehensive income for the period	-	-	-	(672)	3,752	3,080	-	-	3,080
Transfer to Zakah fund	-	-	-	-	(555)	(555)	-	-	(555)
Balance at 31 March 2023	84,783	11,510	(6,254)	(6,462)	19,368	102,945	47,222	10,128	160,295

Hisham Ahmed Al Rayes
Chairman

Sh. Ahmed Bin Isa Al Khalifa
Vice Chairman

Sattam Sulaiman Algoasabi
Chief Executive Officer

This information has been extracted from the condensed consolidated interim financial statements for the three-month period ended 31 March 2024 which were approved by the Board of Directors on 9th May 2024 and reviewed by KPMG Fakhro.

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