

Financial Results For The nine months period ended 30 September 2024

All amounts are in BD 000's

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 30 September 2024

	30 September 2024 (Reviewed)	31 December 2023 (Audited)
ASSETS		
Cash and bank balances	72,488	116,383
Placements with financial institutions	117,453	124,190
Investment in sukuk	528,887	522,746
Financing contracts	680,307	548,287
Investment securities	24,140	38,570
Investment in real estate	69,001	97,787
Equity accounted investees	27,450	24,689
Other assets	30,918	26,277
Property and equipment	3,146	3,489
TOTAL ASSETS	1,553,790	1,502,418
LIABILITIES		
Placements from financial institutions	173,927	237,773
Placements from non-financial institutions and individuals	320,270	206,518
Term financing from financial institutions	246,129	264,362
Customers' current accounts	158,567	77,880
Other liabilities	18,446	22,829
TOTAL LIABILITIES	917,339	809,362
QUASI-EQUITY		
From financial institutions	110,847	68,054
From non-financial institutions and individuals	399,729	467,608
TOTAL QUASI-EQUITY	510,576	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	(5,119)	(7,165)
Retained earnings	11,207	17,719
Equity attributable to parent's shareholders	125,288	101,493
Perpetual Mudaraba (AT1)	-	47,222
Equity attributable to owners' of the parent	125,288	148,715
Non-controlling interest	587	6,679
TOTAL OWNERS' EQUITY	125,875	157,394
TOTAL LIABILITIES, QUASI-EQUITY AND OWNERS' EQUITY	1,553,790	1,502,418

CONDENSED CONSOLIDATED STATEMENT OF INCOME For the nine months period ended 30 September 2024

	Nine months ended 30 September 2024 (Reviewed)	Nine months ended 30 September 2023 (Reviewed)	Three months ended 30 September 2024 (Reviewed)	Three months ended 30 September 2023 (Reviewed)
Income from financing contracts	34,910	30,881	11,388	10,635
Income from placements with financial institutions	6,160	2,925	2,335	1,475
Income from sukuk	20,230	24,131	6,765	7,826
Finance expense on placements from financial institutions, non-financial institutions and individuals	(21,676)	(22,707)	(6,862)	(7,889)
Finance expense on term financing from financial institutions	(11,894)	(7,562)	(3,732)	(2,692)
Net income from jointly financed assets	27,730	27,668	9,894	9,355
Income from investment securities	939	1,744	149	490
Income from investment in real estate, net	1,816	2,866	223	886
Share of loss from equity accounted investees	(367)	(751)	(84)	(311)
Fees and other income, net	6,026	4,897	1,386	904
TOTAL INCOME	36,144	36,424	11,568	11,324
Staff cost	5,144	4,636	1,540	1,174
Other operating expenses	6,001	5,368	2,214	2,026
TOTAL EXPENSE	11,145	10,004	3,754	3,200
Profit before impairment allowances and attribution to quasi-equity	24,999	26,420	7,814	8,124
Allowances for impairment and expected credit losses, net	(1,930)	(1,161)	(245)	(140)
Profit before attribution to quasi-equity	23,069	25,259	7,569	7,984
Less: Net profit attributable to quasi-equity	(16,035)	(15,854)	(6,673)	(6,530)
PROFIT FOR THE PERIOD	7,034	9,405	1,896	2,454
Attributable to:				
Shareholders of the parent	7,034	9,405	1,896	2,454
Non-controlling interest	-	-	-	-
Earnings per share				
Basic and diluted earnings per share (fls)	7.08	8.00	1.75	3.07

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months period ended 30 September 2024

	Nine months ended 30 September 2024 (Reviewed)	Nine months ended 30 September 2023 (Reviewed)
OPERATING ACTIVITIES		
Profit for the period	7,034	9,405
Adjustments:		
Depreciation	1,271	1,355
Finance expenses on term financing	11,894	7,562
Allowances for impairment and expected credit losses, net	1,930	1,161
Amortization of premium/discount	1,781	1,956
Fair value gains	(539)	251
Foreign exchange revaluation	(923)	(296)
Amortization of right-of-use asset	290	312
Investment securities income	(301)	(387)
Gain on sale of investment in sukuk	(792)	(1,686)
Gain on sale of investment in real estate	(1,820)	(3,523)
Share of results of associates, net	367	751
Operating profit before changes in operating assets and liabilities	20,192	16,861
Mandatory reserve with Central Bank of Bahrain	(2,787)	(2,802)
Financing contracts	(132,020)	(27,728)
Other assets	(4,641)	(4,193)
Customers' current account	80,687	9,767
Other liabilities	(801)	(22,138)
Placements from financial institutions	(63,846)	12,405
Placements from non-financial institutions and individuals	113,752	14,924
Quasi-equity	(25,086)	(78,575)
Net cash used in operating activities	(14,550)	(81,479)
INVESTING ACTIVITIES		
Purchase of sukuk	(69,795)	(129,881)
Proceeds from sale / redemption of sukuk	63,709	152,600
Proceeds from disposal of investment in real estate	21,800	(1,648)
Proceeds from disposal / redemption of investments securities	7,623	762
Purchase of property and equipment, net	(340)	(526)
Net movement in margin call	6,330	1,671
Net cash generated from investing activities	29,327	22,978
FINANCING ACTIVITIES		
Downdown of term financing, net	(18,233)	43,901
Finance expense paid on term financing	(11,894)	(7,562)
Redemption of AT1 Capital	(31,739)	-
Profit distribution on AT 1 Capital	-	(3,000)
Net cash (used in) / generated from financing activities	(61,866)	33,339
Net decrease in cash and cash equivalents	(47,089)	(25,162)
Cash and cash equivalents at beginning of the period	202,371	174,338
Cash and cash equivalents at end of the period	155,282	149,176
Cash and cash equivalents comprises:		
Cash and bank balances (excluding CBB reserve)	41,309	103,465
Placement with financial institutions with original maturities of 90 days or less (excluding margin call account)	113,973	45,711
	155,282	149,176

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the nine months period ended 30 September 2024

30 September 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	-	-	-	-	7,034	7,034	-	-	7,034
Other comprehensive income	-	-	-	2,046	-	2,046	-	-	2,046
Total comprehensive income for the period	-	-	-	2,046	7,034	9,080	-	-	9,080
Transfer to Zakah fund	-	-	-	-	(768)	(768)	-	-	(768)
Redemption of AT1	-	-	-	-	-	-	-	-	-
Conversion of AT1	28,261	-	-	-	(12,778)	15,483	(47,222)	-	(31,739)
Sale of shares in subsidiary	-	-	-	-	-	-	-	(8,092)	(8,092)
Balance at 30 September 2024	113,044	12,410	(6,254)	(5,119)	11,207	125,288	-	587	125,875

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY for the nine months period ended 30 September 2023

30 September 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	-	-	-	(2,747)	-	(2,747)	-	-	(2,747)
Profit for the period	-	-	-	-	9,405	9,405	-	-	9,405
Total recognised income and expense for the period	-	-	-	(2,747)	9,405	6,658	-	-	6,658
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)
Balance at 30 September 2023	84,783	11,510	(6,254)	(8,537)	22,021	103,523	47,222	8,635	159,380