

CONDENSED CONSOLIDATED STATEMENT OF INCOME

For the nine months ended 30 September 2015

	Three months ended		Nine months ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
	BD'000	BD'000	BD'000	BD'000
	(reviewed)	(reviewed)	(reviewed)	(reviewed)
INCOME				
Income from financing	8,801	7,005	25,205	21,050
Income from investment in Sukuk	911	669	2,727	1,685
	9,712	7,674	27,932	22,735
Less: Return on equity of investment accountholders	(1,311)	(1,659)	(3,918)	(5,760)
	8,401	6,015	24,014	16,975
Expense on placements from financial institutions	(198)	(68)	(331)	(188)
Fee and commission income	1,834	1,600	5,488	4,696
Income from investments	68	158	762	3,551
Income from investment in real estate	235	2,394	1,306	3,504
Net share of loss of associates	95	129	(799)	(169)
Net gain / (loss) from foreign currencies	(53)	435	918	757
Other income	71	-	71	-
Total income	10,453	10,663	31,429	29,126
EXPENSES				
Staff costs	2,651	3,256	7,390	8,234
Depreciation	386	408	1,171	1,234
Other expenses	2,401	2,125	7,032	6,982
Total expenses	5,438	5,789	15,593	16,450
Profit for the period before impairment allowances	5,015	4,874	15,836	12,676
Impairment provisions on financing assets	(2,545)	(2,371)	(6,292)	(6,823)
(Impairment) / write back on investments	(2,096)	23	(974)	723
PROFIT FOR THE PERIOD	374	2,526	8,570	6,576
BASIC AND DILUTED EARNINGS PER SHARE (fils)	0.40	2.70	9.15	7.03

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the nine months ended 30 September 2015

	2015	2014
	BD'000	BD'000
	(reviewed)	(reviewed)
Balance at 1 January	79,095	78,116
Profit for the period	8,570	6,576
Net movement in investments fair value reserve	(435)	(2,156)
Net movement in real estate fair value reserve	(274)	(2,383)
Shares allocated during the period	91	-
Net movement in non-controlling interest	(11)	(1,128)
Balance at 30 September	87,036	79,025

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine months ended 30 September 2015

	Nine months ended	
	30-Sep-15	30-Sep-14
	BD'000	BD'000
	(reviewed)	(reviewed)
OPERATING ACTIVITIES		
Profit for the period	8,570	6,576
Adjustments for non-cash items:		
Depreciation	1,171	1,234
Impairment on investment real estate	144	-
Impairment provision on financing assets	6,292	6,823
Impairment / (write back) from investments	974	(723)
Gain on sale of investment in Sukuk	(11)	-
Gain on sale of equity type instruments	-	(1,896)
Gain on sale of investment in real estate	(1,175)	(3,504)
Net share of loss of associates	799	169
Other income	(71)	-
Foreign exchange revaluation	(1,785)	-
Operating profit before changes in operating assets and liabilities	14,908	8,679
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	(3,115)	1,890
Placements with financial institutions	-	57,281
Financing assets	(62,536)	(60,190)
Ijarah Muntahia Bittamleek assets	(13,920)	(9,604)
Other assets	(4,906)	(32)
Customers' current accounts	(3,656)	24,182
Other liabilities	570	4,038
Placements from financial institutions	11,412	(11,358)
Customers' investment accounts	17,742	(53,701)
Net cash used in operating activities	(43,501)	(38,815)
INVESTING ACTIVITIES		
Disposal of investment in real estate	11,868	7,362
Dividends from investment in associates	-	70
Purchase of property and equipment	(756)	(1,166)
Purchase of investment securities	(52,899)	(39,595)
Proceeds from disposal of investment securities	38,266	33,849
Net cash (used in) / from investing activities	(3,521)	520
NET DECREASE IN CASH AND CASH EQUIVALENTS	(47,022)	(38,295)
Cash and cash equivalents at 1 January	89,630	145,410
CASH AND CASH EQUIVALENTS AT 30 September	42,608	107,115
Cash and cash equivalents comprise:		
Cash on hand	13,167	7,643
Balances with CBB, excluding mandatory reserve deposits	91	3,389
Balances with banks and other financial institutions	9,834	14,563
Placements with financial institutions with original maturities of 90 days or less	19,516	81,520
	42,608	107,115

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2015

	30-Sep-15	31-Dec-14
	BD'000	BD'000
	(reviewed)	(audited)
ASSETS		
Cash and balances with banks and Central Bank	57,262	52,118
Placements with financial institutions	19,516	68,567
Financing assets	466,058	408,021
Investments securities	137,865	123,561
Ijarah Muntahia Bittamleek	114,429	102,277
Ijarah rental receivables	14,065	14,065
Investment in associates	29,712	30,835
Investment in real estate	43,918	53,934
Property and equipment	16,757	17,101
Other assets	9,634	4,728
TOTAL ASSETS	909,216	875,207
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	86,982	75,570
Customers' current accounts	133,767	137,423
Other liabilities	17,088	16,518
Total Liabilities	237,837	229,511
Equity of Investment Accountholders	584,343	566,601
Owners' Equity		
Share capital	94,907	93,967
Treasury shares	(563)	(563)
Shares under employee share incentive scheme	(879)	-
Share premium	30	-
Reserves	(6,459)	(14,320)
Attributable to equity holders of the parent	87,036	79,084
Non-controlling interest	-	11
Total Owners' Equity	87,036	79,095
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	909,216	875,207

These Condensed consolidated financial statements have been approved by the board of directors on 28 October 2015 and have been reviewed by KPMG.

Abdulrazaq Al Qassim Chairman
Khalid Al Mannai Vice Chairman
Hassan Jarrar Chief Executive Officer