

CONDENSED CONSOLIDATED STATEMENT OF INCOME

For the three months ended 31 March 2019

	31 March 2019 BD'000 (reviewed)	31 March 2018 BD'000 (reviewed)
INCOME		
Income from financing	11,532	10,522
Income from investment in Sukuk	2,978	2,590
Total income from jointly financed assets	14,510	13,112
Return on equity of investment accountholders	(7,997)	(9,183)
Group's share as Mudarib	5,235	5,766
Net return on equity of investment accountholders	(2,762)	(3,417)
Group's share of income from jointly financed assets (both as mudarib and investor)	11,748	9,695
Expense on placements from financial institutions	(990)	(278)
Expense on placements from non-financial institutions and individuals	(551)	(94)
Expense on borrowings from financial institutions	(870)	(1,002)
Fee and commission income	1,868	1,798
Income from investment securities	616	93
Income from investment in real estate	(10)	(232)
Share of results of associates, net	(53)	4
Other income	543	181
Total income	12,301	10,165
EXPENSES		
Staff costs	3,840	2,973
Depreciation	348	406
Other expenses	2,231	2,572
Total expenses	6,419	5,951
Profit before impairment allowances	5,882	4,214
Impairment allowance, net	(3,684)	(2,062)
PROFIT FOR THE PERIOD	2,198	2,152
BASIC AND DILUTED EARNINGS PER SHARE (fils)	2.09	2.05

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the three months ended 31 March 2019

	31 March 2019 BD'000 (reviewed)	31 March 2018 BD'000 (reviewed)
Balance at 1 January	117,749	122,270
Impact of adopting FAS 30	-	(13,943)
Impact of adopting FAS 30 by associate	-	(350)
Balance at 1 January (Restated)	117,749	107,977
Profit for the period	2,198	2,152
Zakah approved	(179)	(265)
Donations approved	(250)	(200)
Shares allocated to staff during the period	291	198
Balance at 31 March	119,809	109,862

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2019

	31 March 2019 BD'000 (reviewed)	31 December 2018 BD'000 (audited)
ASSETS		
Cash and balances with banks and Central Bank	75,575	65,437
Placements with financial institutions	136,324	137,450
Financing assets	575,399	580,076
Investment securities	283,405	240,053
Ijarah Muntahia Bittamleek	173,390	165,730
Ijarah rental receivables	15,211	21,141
Investment in associates	21,741	21,643
Investment in real estate	23,868	24,284
Property and equipment	13,592	13,641
Other assets	11,371	11,062
TOTAL ASSETS	1,329,876	1,280,517
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	161,165	114,744
Placements from non-financial institutions and individuals	87,208	36,234
Borrowings from financial institutions	96,577	96,386
Customers' current accounts	156,621	133,244
Other liabilities	16,332	25,148
Total Liabilities	517,903	405,756
Equity of Investment Accountholders	692,164	757,012
Owners' Equity		
Share capital	106,406	106,406
Treasury shares	(892)	(892)
Shares under employee share incentive scheme	(160)	(391)
Share premium	180	120
Reserves	14,275	12,506
Total Owners' Equity	119,809	117,749
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,329,876	1,280,517

This condensed consolidated interim financial information was approved by the Board of Directors on 4 May 2019 and has been reviewed by KPMG.

Dr. Esam Abdulla Fakhro Chairman
Brig. Ebrahim Abdulla Al Mahmood Vice Chairman
Hassan Amin Jarrar Chief Executive Officer

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the three months ended 31 March 2019

	31 March 2019 BD'000 (reviewed)	31 March 2018 BD'000 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	2,198	2,152
Adjustments for non-cash items:		
Depreciation	348	406
Impairment allowance, net	3,684	2,062
Amortization of gain on sale of investment in real estate	(5)	(5)
Loss on sale of investment in real estate	59	292
Gain on foreign exchange revaluation	9	(46)
Share of results of associates, net	53	(4)
Operating profit before changes in operating assets and liabilities	6,346	4,857
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	(335)	905
Financing assets	1,437	(13,592)
Ijarah Muntahia Bittamleek	(1,937)	(1,177)
Other assets	(297)	90
Customers' current accounts	23,377	12,719
Other liabilities	(8,947)	1,895
Placements from financial institutions	48,424	45,276
Placements from non-financial institutions and individuals	50,974	-
Equity of investment accountholders	(64,848)	(50,450)
Net cash from operating activities	54,194	523
INVESTING ACTIVITIES		
Disposal of investment in real estate	358	1,753
Purchase of property and equipment	(299)	(140)
Purchase of investment securities	(51,333)	(27,279)
Proceeds from disposal of investment securities	7,570	17,829
Net cash used in investing activities	(43,704)	(7,837)
FINANCING ACTIVITIES		
Borrowings from financial institutions	191	(13,212)
Dividends paid	(2)	(8)
Net cash from / (used in) financing activities	189	(13,220)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	10,679	(20,534)
Cash and cash equivalents at 1 January	163,116	112,794
CASH AND CASH EQUIVALENTS AT 31 MARCH	173,795	92,260
Cash and cash equivalents comprise of:		
Cash on hand	15,421	11,570
Balances with CBB, excluding mandatory reserve deposits	14,546	24,105
Balances with banks and other financial institutions excluding restricted balances	7,504	6,477
Placements with financial institutions with original maturities less than 90 days	136,324	50,108
	173,795	92,260