

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2021

	Six months ended		Three months ended	
	30 June 2021	30 June 2020	30 June 2021	30 June 2020
	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (unreviewed)
INCOME				
Income from financing	21,104	20,385	10,428	9,855
Income from investment in Sukuk	6,853	6,004	3,140	3,127
Total income from jointly financed assets	27,957	26,389	13,568	12,982
Return on equity of investment accountholders	(12,599)	(10,168)	(5,881)	(5,925)
Group's share as Mudarib	10,741	8,016	4,952	4,399
Net return on equity of investment accountholders	(1,858)	(2,152)	(929)	(1,526)
Group's share of income from jointly financed assets (both as mudarib and investor)	26,099	24,237	12,639	11,456
Expense on placements from financial institutions	(1,494)	(2,762)	(697)	(1,158)
Expense on placements from non-financial institutions and individuals	(3,647)	(4,738)	(1,653)	(2,055)
Expense on borrowings from financial institutions	(68)	(178)	(46)	(29)
Fee and commission income, net	2,799	2,175	1,409	873
Income from investment securities, net	14	925	14	79
Income from investment in real estate, net	(54)	(453)	(102)	(104)
Share of results of associates, net	(358)	3	85	7
Other income, net	784	1,035	456	572
Total income	24,075	20,244	12,105	9,641
EXPENSES				
Staff costs	5,762	6,612	2,506	3,243
Depreciation and amortization	773	714	394	357
Other expenses	4,531	4,451	2,232	2,441
Total expenses	11,066	11,777	5,132	6,041
Profit before impairment allowances and other provisions	13,009	8,467	6,973	3,600
Impairment allowance and other provisions, net	(10,410)	(6,987)	(8,686)	(5,235)
PROFIT / (LOSS) FOR THE PERIOD	2,599	1,480	(1,713)	(1,635)
BASIC AND DILUTED EARNINGS PER SHARE (fils)	2.56	1.41	(1.54)	(1.55)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the six months ended 30 June 2021

	30 June 2021	30 June 2020
	BD'000 (reviewed)	BD'000 (reviewed)
Balance at 1 January	96,042	120,923
Profit for the period	2,599	1,480
Zakah approved	(122)	(328)
Donations approved	(250)	(250)
Issuance of ATI	25,000	-
Issuance costs of ATI	(458)	-
Shares allocated to staff during the period	82	199
Government Subsidy	-	1,689
Modification loss	-	(14,615)
Net movement in investment securities fair value reserve	77	(513)
Balance at 30 June	122,970	108,585

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	30 June 2021	31 December 2020
	BD'000 (reviewed)	BD'000 (audited)
ASSETS		
Cash and balances with banks and Central Bank	47,405	50,362
Placements with financial institutions	140,386	44,442
Financing assets	578,993	571,513
Investment securities	248,231	276,608
Ijarah Muntahia Bittamleek	225,131	191,365
Ijarah rental receivables	21,999	20,677
Investment in associates	18,375	19,024
Investment in real estate	16,109	16,226
Property and equipment	13,671	14,047
Other assets	7,552	7,317
TOTAL ASSETS	1,317,852	1,211,581
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	133,697	147,893
Placements from non-financial institutions and individuals	201,761	261,002
Borrowings from financial institutions	19,067	-
Customers' current accounts	277,259	188,742
Other liabilities	31,498	23,642
Total Liabilities	663,282	621,279
Equity of Investment Accountholders		
Financial institutions	51,089	33,986
Non-financial institutions and individuals	480,511	460,274
Total Equity of Investment Accountholders	531,600	494,260
Owners' Equity		
Share capital	106,406	106,406
Subordinated Mudaraba (ATI)	25,000	-
Treasury shares	(892)	(892)
Shares under employee share incentive scheme	(175)	(257)
Share premium	206	206
Reserves	(7,575)	(9,421)
Total Owners' Equity	122,970	96,042
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,317,852	1,211,581

The condensed consolidated interim financial information was approved by the Board of Directors on 2 August 2021 and has been reviewed by KPMG.

Dr. Esam Abdulla Fakhro Chairman
Khalid Yousif Abdul Rahman Vice Chairman
Hassan Amin Jarrar Chief Executive Officer

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2021

	30 June 2021	30 June 2020
	BD'000 (reviewed)	BD'000 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	2,599	1,480
Adjustments for non-cash items:		
Depreciation	625	714
Fair value movement on investment in real estate	117	395
Impairment allowance and other provisions, net	10,410	6,987
Amortization of right-of-use asset	148	-
Amortization of gain on sale of investment in real estate	(9)	(9)
Gain on sale of investment securities	(521)	(836)
Loss on sale of investment in real estate	-	52
Loss on foreign exchange revaluation	-	95
Share of results of associates, net	358	(3)
Operating profit before changes in operating assets and liabilities	13,727	8,875
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	147	13,306
Financing assets	(10,495)	(241)
Ijarah Muntahia Bittamleek	(35,221)	(25,987)
Other assets	(391)	606
Customers' current accounts	88,517	30,058
Other liabilities	7,781	384
Placements from financial institutions	(18,026)	19,313
Placements from non-financial institutions and individuals	(59,241)	56,569
Equity of investment accountholders	37,340	634
Net cash from operating activities	24,138	103,517
INVESTING ACTIVITIES		
Disposal of investment in real estate	-	130
Purchase of property and equipment	(249)	(1,023)
Purchase of investment securities	(6,107)	(42,601)
Proceeds from disposal of investment securities	31,596	15,088
Redemption of investment in associates	291	3,155
Net cash from / (used in) investing activities	25,531	(25,251)
FINANCING ACTIVITIES		
Proceeds from ATI Capital	24,542	-
Borrowings from financial institutions	19,067	(29,412)
Lease liability paid	(206)	-
Dividends paid	-	(1)
Net cash from / (used in) financing activities	43,403	(29,413)
NET INCREASE IN CASH AND CASH EQUIVALENTS	93,072	48,853
Cash and cash equivalents at 1 January	68,580	99,670
CASH AND CASH EQUIVALENTS AT 30 JUNE	161,652	148,523
Cash and cash equivalents comprise of:		
Cash on hand	14,099	18,508
Balances with CBB, excluding mandatory reserve deposits	1,063	1,775
Balances with banks and other financial institutions excluding restricted balances	6,104	5,647
Placements with financial institutions with original maturities less than 90 days	140,386	122,593
	161,652	148,523