

CONDENSED CONSOLIDATED INCOME STATEMENT

For the nine months ended 30 September 2021

	Nine months ended		Three months ended	
	30 September 2021	30 September 2020	30 September 2021	30 September 2020
	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (reviewed)
INCOME				
Income from financing	31,849	30,017	10,745	9,632
Income from investment in Sukuk	10,005	9,283	3,152	3,279
Total income from jointly financed assets	41,854	39,300	13,897	12,911
Return on equity of investment accountholders	(18,903)	(17,953)	(6,304)	(7,765)
Group's share as Mudarib	16,160	14,758	5,419	6,742
Net return on equity of investment accountholders	(2,743)	(3,175)	(885)	(1,023)
Group's share of income from jointly financed assets (both as mudarib and investor)	39,111	36,125	13,012	11,888
Expense on placements from financial institutions	(2,137)	(3,944)	(643)	(1,182)
Expense on placements from non-financial institutions and individuals	(5,524)	(7,223)	(1,877)	(2,485)
Expense on borrowings from financial institutions	(114)	(178)	(46)	-
Fee and commission income, net	4,150	3,034	1,351	859
Income from investment securities, net	72	925	58	-
Income from investment in real estate, net	(442)	(383)	(388)	70
Share of results of associates, net	(356)	(227)	2	(230)
Other income, net	1,041	1,429	257	338
Total income	35,801	29,558	11,726	9,258
EXPENSES				
Staff costs	8,540	9,778	2,778	3,166
Depreciation and amortization	1,173	1,077	400	363
Other expenses	7,008	6,622	2,477	2,171
Total expenses	16,721	17,477	5,655	5,700
Profit before impairment allowances and other provisions	19,080	12,081	6,071	3,558
Impairment allowance and other provisions, net	(15,726)	(14,611)	(5,316)	(7,568)
PROFIT / (LOSS) FOR THE PERIOD	3,354	(2,530)	755	(4,010)
BASIC AND DILUTED EARNINGS PER SHARE (flils)	3.19	(2.40)	0.72	(3.81)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the nine months ended 30 September 2021

	30 September 2021	30 September 2020
	BD'000 (reviewed)	BD'000 (reviewed)
Balance at 1 January	96,042	120,923
Profit / (loss) for the period	3,354	(2,530)
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
Purchase of treasury shares	(114)	(149)
Government Subsidy	-	1,814
Modification loss	-	(14,584)
Net movement in investment securities fair value reserve	81	(513)
Balance at 30 September	123,615	104,582

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2021

	30 September 2021	31 December 2020
	BD'000 (reviewed)	BD'000 (audited)
ASSETS		
Cash and balances with banks and Central Bank	50,258	50,362
Placements with financial institutions	110,632	44,442
Financing assets	601,554	571,513
Investment securities	245,866	276,608
Ijarah Muntahia Bittamleek	226,786	191,365
Ijarah rental receivables	24,640	20,677
Investment in associates	9,231	19,024
Investment in real estate	15,709	16,226
Property and equipment	13,705	14,047
Other assets	7,155	7,317
TOTAL ASSETS	1,305,536	1,211,581
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	146,547	147,893
Placements from non-financial institutions and individuals	221,150	261,002
Borrowings from financial institutions	19,113	-
Customers' current accounts	243,280	188,742
Other liabilities	29,390	23,642
Total Liabilities	659,480	621,279
Equity of Investment Accountholders		
Financial institutions	53,822	33,986
Non-financial institutions and individuals	468,619	460,274
Total Equity of Investment Accountholders	522,441	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	(289)	(257)
Share premium	206	206
Reserves	(6,816)	(9,421)
Total Owners' Equity	123,615	96,042
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,305,536	1,211,581

The condensed consolidated interim financial information was approved by the Board of Directors on 25 October 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 nine months ended 30 September 2021

	30 September 2021	30 September 2020
	BD'000 (reviewed)	BD'000 (reviewed)
OPERATING ACTIVITIES		
Profit / (loss) for the period	3,354	(2,530)
Adjustments for non-cash items:		
Depreciation	935	1,077
Fair value movement on investment in real estate	517	395
Impairment allowance and other provisions, net	15,726	14,611
Amortization of right-of-use asset	238	-
Amortization of gain on sale of investment in real estate	(14)	(14)
Gain on sale of investment in associates	(49)	-
Gain on sale of investment securities	(649)	(836)
Loss on sale of investment in real estate	-	52
Loss on foreign exchange revaluation	-	95
Share of results of associates, net	356	227
Operating profit before changes in operating assets and liabilities	20,414	13,077
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	555	11,812
Financing assets	(37,751)	(5,429)
Ijarah Muntahia Bittamleek	(39,780)	(28,165)
Other assets	(81)	871
Customers' current accounts	54,538	14,451
Other liabilities	(1,928)	3,878
Placements from financial institutions	(5,394)	(12,095)
Placements from non-financial institutions and individuals	(39,852)	62,103
Equity of investment accountholders	28,181	(27,163)
Net cash (used in) / from operating activities	(21,098)	33,340
INVESTING ACTIVITIES		
Disposal of investment in real estate	-	130
Purchase of property and equipment	(593)	(1,526)
Purchase of investment securities	(30,264)	(64,661)
Proceeds from disposal of investment securities	58,005	34,052
Redemption of investment in associates	9,287	3,155
Net cash from / (used in) investing activities	36,435	(28,850)
FINANCING ACTIVITIES		
Purchase of treasury shares	(114)	(149)
Proceeds from ATI Capital	24,542	-
Borrowings from financial institutions	19,113	(29,287)
Lease liability paid	(279)	-
Dividends paid	-	(271)
Net cash from / (used in) financing activities	43,262	(29,707)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS	58,599	(25,217)
Cash and cash equivalents at 1 January	68,580	99,670
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	127,179	74,453
Cash and cash equivalents comprise of:		
Cash on hand	9,820	20,312
Balances with CBB, excluding mandatory reserve deposits	44	15
Balances with banks and other financial institutions excluding restricted balances	6,683	7,467
Placements with financial institutions with original maturities less than 90 days	110,632	46,659
	127,179	74,453