

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30 June 2022

	Six months ended		Three months ended	
	30 June 2022	30 June 2021	30 June 2022	30 June 2021
	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (reviewed)	BD'000 (reviewed)
INCOME				
Income from financing	23,689	21,104	11,120	10,428
Income from investment in Sukuk	6,230	6,853	2,962	3,140
Total income from jointly financed assets	29,919	27,957	14,082	13,568
Return on equity of investment accountholders	(12,382)	(12,599)	(5,708)	(5,881)
Group's share as Mudarib	10,810	10,741	4,867	4,952
Net return on equity of investment accountholders	(1,572)	(1,858)	(841)	(929)
Group's share of income from jointly financed assets (both as mudarib and investor)	28,347	26,099	13,241	12,639
Expense on placements from financial institutions	(1,816)	(1,494)	(979)	(697)
Expense on placements from non-financial institutions and individuals	(3,272)	(3,647)	(1,623)	(1,653)
Expense on financing from financial institutions	(462)	(68)	(282)	(46)
Fee and commission income, net	3,140	2,799	1,474	1,409
Income from investment securities	15	14	15	14
Income from investment in real estate, net	(708)	(54)	(112)	(102)
Share of results of associates, net	(8)	(358)	8	85
Other income, net	718	784	456	456
Total income	25,954	24,075	12,198	12,105
EXPENSES				
Staff costs	6,703	5,762	3,254	2,506
Depreciation and amortization	827	773	415	394
Other expenses	5,590	4,531	2,829	2,232
Total expenses	13,120	11,066	6,498	5,132
Profit before impairment allowances and other provisions	12,834	13,009	5,700	6,973
Impairment allowance and other provisions, net	(4,569)	(10,410)	(2,398)	(8,686)
PROFIT / (LOSS) FOR THE PERIOD	8,265	2,599	3,302	(1,713)
BASIC AND DILUTED EARNINGS PER SHARE (fls)	6.04	2.47	1.33	(1.63)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY

For the six months ended 30 June 2022

	30 June 2022	30 June 2021
	BD'000 (reviewed)	BD'000 (reviewed)
Balance at 1 January	125,760	96,042
Profit for the period	8,265	2,599
Zakah approved	(138)	(122)
Donations approved	(350)	(250)
Profit distribution on ATI Capital	(1,901)	-
Issuance of ATI	-	25,000
Issuance costs of ATI	-	(458)
Shares allocated to staff during the period	76	82
Net movement in investment securities fair value reserve	33	77
Net movement in real estate fair value reserve	(175)	-
Balance at 30 June	131,570	122,970

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	30 June 2022	31 December 2021
	BD'000 (reviewed)	BD'000 (audited)
ASSETS		
Cash and balances with banks and Central Bank	71,323	45,591
Placements with financial institutions	156,882	86,894
Financing assets	631,948	609,468
Investment securities	250,538	274,624
Ijarah Muntahia Bittamleek	281,498	257,382
Investment in associates	8,812	9,314
Investment in real estate	13,678	14,680
Property and equipment	14,070	13,491
Other assets	15,152	13,092
TOTAL ASSETS	1,443,901	1,324,536
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	196,889	133,346
Placements from non-financial institutions and individuals	228,077	212,418
Financing from financial institutions	75,214	56,919
Customers' current accounts	281,292	249,749
Other liabilities	34,010	30,114
Total Liabilities	815,482	682,546
Equity of Investment Accountholders		
Financial institutions	20,505	42,239
Non-financial institutions and individuals	476,344	473,991
Total Equity of Investment Accountholders	496,849	516,230
Owners' Equity		
Share capital	106,406	106,406
Subordinated Mudaraba (ATI)	25,000	25,000
Treasury shares	(892)	(892)
Shares under employee share incentive scheme	(213)	(289)
Share premium	206	206
Reserves	1,063	(4,671)
Total Owners' Equity	131,570	125,760
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,443,901	1,324,536

The condensed consolidated interim financial information was approved by the Board of Directors on 27 July 2022 and has been reviewed by KPMG.

Dr. Esam Abdulla Fakhro
Chairman

Jean-Christophe Durand
Vice Chairman

Hassan Amin Jarrar
Chief Executive Officer

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months ended 30 June 2022

	30 June 2022	30 June 2021
	BD'000 (reviewed)	BD'000 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	8,265	2,599
Adjustments for non-cash items:		
Depreciation	664	625
Fair value movement on investment in real estate	827	117
Impairment allowance and other provisions, net	4,569	10,410
Amortization of right-of-use asset	163	148
Amortization of gain on sale of investment in real estate	(9)	(9)
Gain on sale of investment securities	(305)	(521)
Share of results of associates, net	8	358
Operating profit before changes in operating assets and liabilities	14,182	13,727
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	(1,365)	147
Financing assets	(24,195)	(10,495)
Ijarah Muntahia Bittamleek	(26,031)	(35,221)
Other assets	(1,333)	(391)
Customers' current accounts	31,543	88,517
Other liabilities	3,695	7,781
Placements from financial institutions	60,764	(18,026)
Placements from non-financial institutions and individuals	15,659	(59,241)
Equity of investment accountholders	(19,381)	37,340
Net cash from operating activities	53,538	24,138
INVESTING ACTIVITIES		
Purchase of property and equipment	(1,243)	(249)
Purchase of investment securities	(1,367)	(6,107)
Proceeds from disposal of investment securities	24,454	31,596
Redemption of investment in associates	-	291
Net cash from investing activities	21,844	25,531
FINANCING ACTIVITIES		
Proceeds from ATI Capital	-	24,542
Profit distribution on ATI Capital	(1,901)	-
Financing from financial institutions	18,295	19,067
Lease liability paid	(202)	(206)
Net cash from financing activities	16,192	43,403
NET INCREASE IN CASH AND CASH EQUIVALENTS	91,574	93,072
Cash and cash equivalents at 1 January	106,678	68,580
CASH AND CASH EQUIVALENTS AT 30 JUNE	198,252	161,652

Cash and cash equivalents comprise of:

	30 June 2022	30 June 2021
Cash on hand	14,456	14,099
Balances with CBB, excluding mandatory reserve deposits	11,769	1,063
Balances with banks and other financial institutions excluding restricted balances	15,145	6,104
Placements with financial institutions with original maturities less than 90 days	156,882	140,386
	198,252	161,652