بنك البحرين الإسلامي BisB

CONDENSED CONSOLIDATED INCOME STATEMENT
For the six months ended 30 June 2023

	Six months ended		Three months ended	
	30 June 2023	30 June 2022	**30 June 2023**	30 June 2022
	BD'000 (reviewed)	BD'000 (reviewed)	**BD'000 (reviewed)**	BD'000 (reviewed)
INCOME				
Income from financing	**24,687**	23,689	**12,710**	11,120
Income from investment in Sukuk	**7,275**	6,230	**3,807**	2,962
Total income from jointly financed assets	**31,962**	29,919	**16,517**	14,082
Return on equity of investment accountholders	**(8,561)**	(12,382)	**(3,560)**	(5,708)
Group's share as Mudarib	**8,031**	10,810	**3,976**	4,867
Net return on equity of investment accountholders	**(530)**	(1,572)	**416**	(841)
Group's share of income from jointly financed assets (both as mudarib and investor)	**31,432**	28,347	**16,933**	13,241
Expense on placements from financial institutions	**(3,573)**	(1,816)	**(1,805)**	(979)
Expense on placements from non-financial institutions and individuals	**(7,148)**	(3,272)	**(3,810)**	(1,623)
Expense on financing from financial institutions	**(2,677)**	(462)	**(1,483)**	(282)
Fee and commission income, net	**2,873**	3,140	**1,542**	1,474
Income from investment securities	**6**	15	**6**	15
Income from investment in real estate, net	**188**	(708)	**40**	(112)
Share of results of associates, net	**159**	(8)	**32**	8
Other income, net	**1,572**	718	**720**	456
Total income	**22,832**	25,954	**12,175**	12,198
EXPENSES				
Staff costs	**6,329**	6,703	**3,196**	3,254
Depreciation and amortization	**898**	827	**456**	415
Other expenses	**6,248**	5,590	**3,397**	2,829
Total expenses	**13,475**	13,120	**7,049**	6,498
Profit before impairment allowances and other provisions	**9,357**	12,834	**5,126**	5,700
Impairment allowance and other provisions, net	**(3,322)**	(4,569)	**(2,094)**	(2,398)
PROFIT FOR THE PERIOD	**6,035**	8,265	**3,032**	3,302
BASIC AND DILUTED EARNINGS PER SHARE (fils)	**3.92**	6.04	**1.07**	1.33

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
For the six months ended 30 June 2023

	30 June 2023	30 June 2022
	BD'000 (reviewed)	BD'000 (reviewed)
Balance at 1 January	**135,751**	125,760
Profit for the period	**6,035**	8,265
Zakah approved	**(170)**	(138)
Donations approved	**(250)**	(350)
Profit distribution on AT1 Capital	**(1,901)**	(1,901)
Shares allocated to staff during the period	**124**	76
Net movement in investment securities fair value reserve	**(30)**	33
Net movement in real estate fair value reserve	**-**	(175)
Balance as at 30 June	**139,559**	131,570

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 June 2023

	30 June 2023	31 December 2022
	BD'000 (reviewed)	BD'000 (audited)
ASSETS		
Cash and balances with banks and Central Bank	**60,224**	70,037
Placements with financial institutions	**37,459**	69,755
Financing assets	**633,115**	620,023
Investment securities	**276,507**	259,029
Ijarah Muntahia Bittamleek	**309,921**	289,986
Investment in associates	**8,115**	8,832
Investment in real estate	**16,176**	16,176
Property and equipment	**13,679**	14,019
Other assets	**15,465**	13,960
TOTAL ASSETS	**1,370,661**	1,361,817
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Liabilities		
Placements from financial institutions	**143,252**	152,404
Placements from non-financial institutions and individuals	**282,203**	245,442
Financing from financial institutions	**110,236**	110,113
Customers' current accounts	**208,386**	231,078
Other liabilities	**44,316**	36,621
Total Liabilities	**788,393**	775,658
Equity of Investment Accountholders		
Financial institutions	**50,778**	29,953
Non-financial institutions and individuals	**391,931**	420,455
Total Equity of Investment Accountholders	**442,709**	450,408
Owners' Equity		
Share capital	**106,406**	106,406
Treasury shares	**(892)**	(892)
Shares under employee share incentive scheme	**(169)**	(293)
Share premium	**206**	206
Reserves	**9,008**	5,324
Equity Attributable to Parent's Shareholders	**114,559**	110,751
Subordinated Mudaraba (AT1)	**25,000**	25,000
Total Owners' Equity	**139,559**	135,751
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	**1,370,661**	1,361,817

The condensed consolidated interim financial information was approved by the Board of Directors on 2 August 2023 and has been reviewed by KPMG.

Dr. Esam Abdulla Fakhro	**Usman Ahmed**	**Yaser Abduljalil Alsharifi**
Chairman	Vice Chairman	Chief Executive Officer

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months ended 30 June 2023

	30 June 2023	30 June 2022
	BD'000 (reviewed)	BD'000 (reviewed)
OPERATING ACTIVITIES		
Profit for the period	**6,035**	8,265
Adjustments for non-cash items:		
Depreciation	**736**	664
Fair value movement in investment in real estate	**-**	827
Impairment allowance and other provisions, net	**3,322**	4,569
Amortization of right-of-use asset	**162**	163
Amortization of gain on sale of investment in real estate	**(108)**	(9)
Gain on sale of investment in sukuk	**(1)**	(305)
Share of results of associates, net	**(159)**	8
Operating profit before changes in operating assets and liabilities	**9,987**	14,182
Working capital adjustments:		
Mandatory reserve with Central Bank of Bahrain	**695**	(1,365)
Financing assets	**(15,175)**	(24,195)
Ijarah Muntahia Bittamleek	**(20,196)**	(26,031)
Other assets	**(1,211)**	(1,333)
Customers' current accounts	**(22,693)**	31,543
Other liabilities	**7,663**	3,695
Placements from financial institutions	**(8,473)**	60,764
Placements from non-financial institutions and individuals	**36,761**	15,659
Equity of investment accountholders	**(7,699)**	(19,381)
Net cash (used in) / from operating activities	**(20,341)**	53,538
INVESTING ACTIVITIES		
Purchase of property and equipment	**(396)**	(1,243)
Purchase of investment securities	**(18,112)**	(1,367)
Proceeds from disposal of investment securities	**49**	24,454
Net cash (used in) / from investing activities	**(18,459)**	21,844
FINANCING ACTIVITIES		
Profit distribution on AT1 Capital	**(1,901)**	(1,901)
Financing from financial institutions	**123**	18,295
Lease liability paid	**(157)**	(202)
Net cash (used in) / from financing activities	**(1,935)**	16,192
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	**(40,735)**	91,574
Cash and cash equivalents at 1 January	**101,073**	106,678
CASH AND CASH EQUIVALENTS AT 30 JUNE	**60,338**	198,252
Cash and cash equivalents comprise of:		
Cash on hand	**11,623**	14,456
Balances with CBB, excluding mandatory reserve deposits	**1,406**	11,769
Balances with banks and other financial institutions excluding restricted balances	**9,850**	15,145
Placements with financial institutions with original maturities less than 90 days	**37,459**	156,882
	60,338	198,252