

**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
As at 30 September 2020

	(Reviewed) 30 September 2020 BD '000	(Audited) 31 December 2019 BD '000
<b>ASSETS</b>		
Cash and balances with Central Bank of Bahrain	2,784	1,976
Placements with banks and other financial institutions	14,117	14,850
Islamic financing and loans to customers	143,504	76,731
Investment securities	51,218	41,447
Investment in associates	374	322
Investment properties	11,175	11,527
Property and equipment	1,877	1,991
Other assets	3,072	2,416
<b>TOTAL ASSETS</b>	<b>228,121</b>	<b>151,260</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Term loans	38,547	42,293
Deposits	116,315	34,918
Other liabilities	4,494	4,723
<b>Total liabilities</b>	<b>159,356</b>	<b>81,934</b>
<b>Equity</b>		
Share capital	65,000	65,000
Statutory reserve	1,186	1,186
Other capital contribution	4,048	4,048
Other reserves	706	654
Accumulated losses	(2,156)	(1,544)
Equity attributable to owners of the Bank	68,784	69,344
Non-controlling interest	(19)	(18)
<b>Total equity</b>	<b>68,765</b>	<b>69,326</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>228,121</b>	<b>151,260</b>

**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
Nine month period ended 30 September 2020 (Reviewed)

	Nine month ended 30 September		Three month ended 30 September	
	2020 BD '000	2019 BD '000	2020 BD '000	2019 BD '000
<b>Income</b>				
Islamic financing and interest income	6,394	6,195	2,247	2,033
Islamic financing and interest expense	(928)	(1,237)	(300)	(373)
<b>Net Islamic finance and interest income</b>	<b>5,466</b>	<b>4,958</b>	<b>1,947</b>	<b>1,660</b>
Fee and commission income	305	258	88	83
Investment loss	(181)	(287)	(1)	(8)
Rental income	719	1,270	220	406
Other income	557	433	298	119
<b>Total operating income</b>	<b>6,866</b>	<b>6,632</b>	<b>2,552</b>	<b>2,260</b>
<b>Expenses</b>				
Staff costs	(3,296)	(3,107)	(1,129)	(952)
Other operating expenses	(2,533)	(2,488)	(884)	(871)
<b>Total operating expenses</b>	<b>(5,829)</b>	<b>(5,595)</b>	<b>(2,013)</b>	<b>(1,823)</b>
Allowance for expected credit losses - net	(26)	(84)	476	344
<b>Total expected credit losses - net</b>	<b>(26)</b>	<b>(84)</b>	<b>476</b>	<b>344</b>
<b>Net operating profit for the period</b>	<b>1,011</b>	<b>953</b>	<b>1,015</b>	<b>781</b>
Share of profit from associates	52	64	-	-
<b>Profit for the period</b>	<b>1,063</b>	<b>1,017</b>	<b>1,015</b>	<b>781</b>
<b>Profit attributable to:</b>				
- Owners of the Bank	1,063	1,016	1,015	779
- Non-controlling interest	-	1	-	2
	<b>1,063</b>	<b>1,017</b>	<b>1,015</b>	<b>781</b>

**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
Nine month period ended 30 September 2020 (Reviewed)

	Nine month ended 30 September	
	2020 BD '000	2019 BD '000
<b>OPERATING ACTIVITIES</b>		
Profit for the period	1,063	1,017
Adjustments for:		
Depreciation	621	777
Provision for expected credit losses - net	26	84
Changes in fair value of investments classified as FVTPL	181	320
Changes in revaluation of loans and deposits classified as FVTPL	(66)	-
Dividend income	-	(50)
Share of profit from associates	(52)	(64)
Loss on foreign currency translation	10	1
Operating profit before changes in operating assets and liabilities	1,783	2,085
Changes in operating assets and liabilities:		
Placements with banks and other financial institutions having original maturities of more than 90 days	6,664	1,365
Islamic financing and loans to customers	(81,749)	9,035
Other assets	(800)	768
Deposits	94,912	(827)
Other liabilities	39	(680)
<b>Net cash from operating activities</b>	<b>20,849</b>	<b>11,746</b>
<b>INVESTING ACTIVITIES</b>		
Additions to property and equipment	(221)	(1,054)
Purchase of investment securities	(47,756)	(48,360)
Proceeds from sale and maturity of investment securities	37,548	33,211
Additions to investment property	-	(42)
Dividend income received	-	50
Liquidation of Investment Securities	-	8
<b>Net cash flow used in investing activities</b>	<b>(10,429)</b>	<b>(16,187)</b>
<b>FINANCING ACTIVITY</b>		
Repayment of term loans	(3,746)	(4,380)
<b>Net cash used in financing activity</b>	<b>(3,746)</b>	<b>(4,380)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>6,674</b>	<b>(8,821)</b>
Cash and cash equivalents at 1 January	7,759	12,753
<b>CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER</b>	<b>14,433</b>	<b>3,932</b>
<b>Additional information:</b>		
Islamic financing and interest received	5,991	5,499
Islamic financing and interest paid	767	1,066

**INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**  
Nine month period ended 30 September 2020 (Reviewed)

	Nine month ended 30 September		Three month ended 30 September	
	2020 BD '000	2019 BD '000	2020 BD '000	2019 BD '000
<b>Profit for the period</b>	<b>1,063</b>	<b>1,017</b>	<b>1,015</b>	<b>781</b>
<i>Items that will be reclassified to profit or loss in subsequent periods:</i>				
Net unrealized gains/ (losses) in cash flow hedges	313	-	(8)	-
Changes in fair value of investments classified as fair value through other comprehensive income (debt instrument)	(261)	515	338	153
<b>Total comprehensive income for the period</b>	<b>1,115</b>	<b>1,532</b>	<b>1,345</b>	<b>934</b>
<b>Total comprehensive income attributable to:</b>				
- Owners of the Bank	1,115	1,531	1,345	932
- Non-controlling interest	-	1	-	2
	<b>1,115</b>	<b>1,532</b>	<b>1,345</b>	<b>934</b>

**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
Nine month period ended 30 September 2020 (Reviewed)

	Equity attributable to owners of the Bank							Non - controlling Interest	Total equity
	Share capital	Statutory reserve	Other capital contribution	Other reserves	Accumulated losses	Total	BD '000		
As at 1 January 2020	65,000	1,186	4,048	654	(1,544)	69,344	(18)	69,326	
Total comprehensive gain	-	-	-	52	1,063	1,115	-	1,115	
Modification loss & government assistance	-	-	-	-	(1,675)	(1,675)	-	(1,675)	
Minority interest movement	-	-	-	-	-	-	(1)	(1)	
<b>As at 30 September 2020</b>	<b>65,000</b>	<b>1,186</b>	<b>4,048</b>	<b>706</b>	<b>(2,156)</b>	<b>68,784</b>	<b>(19)</b>	<b>68,765</b>	
	Equity attributable to owners of the Bank								
	Share capital	Statutory reserve	Other capital contribution	Other reserves	Accumulated losses	Total	Non - controlling Interest	Total equity	
	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	BD '000	
As at 1 January 2019	65,000	1,186	4,048	(150)	(2,580)	67,504	(13)	67,491	
Total comprehensive income for the period	-	-	-	804	1,036	1,840	1	1,841	
Minority interest movement	-	-	-	-	-	-	(6)	(6)	
<b>As at 31 December 2019</b>	<b>65,000</b>	<b>1,186</b>	<b>4,048</b>	<b>654</b>	<b>(1,544)</b>	<b>69,344</b>	<b>(18)</b>	<b>69,326</b>	

These statements have been extracted from the interim condensed consolidated financial statements for the nine months period ended 30 September 2020 which were reviewed by Ernst & Young who expressed an unqualified opinion on 5 November 2020

Khalid Al Rumaihi  
Chairman

Sanjeev Paul  
Group Chief Executive Officer