



AL SALAM BANK
Bahrain البحرين

Al Salam Bank - Bahrain B.S.C.

Condensed Consolidated Interim Financial Information for the period ended 30 September 2018.

These statements have been extracted from the Condensed Consolidated Interim Financial Information on which KPMG issued an unmodified review report dated 7 November 2018.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	(Reviewed) 30 September 2018	(Audited) 31 December 2017
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	72,436	66,351
Sovereign Sukuk	367,982	363,569
Placements with financial institutions	138,613	141,225
Corporate Sukuk	8,954	10,419
Financing assets	770,790	745,773
Non-trading investments	109,751	111,325
Investment properties	75,485	66,782
Development properties	6,290	6,448
Investment in associates	16,186	16,835
Other assets	57,586	34,530
Goodwill	25,971	25,971
TOTAL ASSETS	1,650,044	1,589,228
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND SHAREHOLDERS' EQUITY		
LIABILITIES		
Placements from financial institutions	154,936	154,765
Placements from customers	643,952	602,784
Customer current accounts	259,382	283,886
Murabaha term financing	145,324	79,986
Other liabilities	44,512	45,089
TOTAL LIABILITIES	1,248,106	1,166,510
EQUITY OF INVESTMENT ACCOUNTHOLDERS	99,784	118,881
SHAREHOLDERS' EQUITY		
Share capital	214,093	214,093
Treasury stock	(2,104)	(1,879)
Reserves and retained earnings	89,648	91,016
Total equity attributable to shareholders of the Bank	301,637	303,230
Non-controlling interest	517	607
TOTAL SHAREHOLDERS' EQUITY	302,154	303,837
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND SHAREHOLDERS' EQUITY	1,650,044	1,589,228

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (REVIEWED)	Nine months ended 30 September 2018	Nine months ended 30 September 2017 (Restated)
	BD '000	BD '000
Balance as of 1 January	303,837	324,899
Transition adjustment on adoption of FAS 30 as of 1 January 2017	-	(26,771)
Restated balance as of 1 January	303,837	298,128
Net profit for the period	13,508	13,607
Net changes in fair value	-	377
Foreign currency re-translation	(108)	(138)
Dividend paid	(14,852)	(10,626)
Disposal of a subsidiary	-	(1,431)
Purchase of treasury stock	(225)	(87)
Net movements in non-controlling interest	(6)	-
Balance as of 30 September	302,154	299,830

CONDENSED CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 30 September 2018	Three months ended 30 September 2017 (Restated)	Nine months ended 30 September 2018	Nine months ended 30 September 2017 (Restated)
	BD '000	BD '000	BD '000	BD '000
OPERATING INCOME				
Income from financing assets	11,103	11,030	34,226	32,654
Income from Sukuk	4,185	4,190	12,454	12,543
Income from investments	354	2,484	579	4,401
Fair value changes on investments	(1,094)	(551)	(1,642)	(826)
Dividend income	66	168	243	575
Fees and commission	1,625	1,039	4,903	4,652
Other income	891	2,278	8,689	7,052
	17,130	20,638	59,452	61,051
Profit on placements from financial institutions	(1,021)	(341)	(2,427)	(1,322)
Profit on placements from customers	(4,867)	(3,695)	(13,397)	(11,701)
Profit on Murabaha term financing	(914)	(546)	(2,308)	(1,668)
Return on equity of investment accountholders before Group's share as a Mudarib	(205)	(56)	(395)	(147)
Group's share as a Mudarib	174	25	287	66
	(31)	(31)	(108)	(81)
Total operating income	10,297	16,025	41,212	46,279
OPERATING EXPENSES				
Staff cost	1,699	2,685	7,662	8,006
Premises and equipment cost	546	393	1,522	1,120
Depreciation	230	298	669	1,131
Other operating expenses	2,279	2,241	7,108	7,018
Total operating expenses	4,754	5,617	16,961	17,275
PROFIT BEFORE PROVISIONS AND RESULTS OF ASSOCIATES	5,543	10,408	24,251	29,004
Net allowance for credit losses / impairment	(1,321)	(6,150)	(11,168)	(16,207)
Share of profit from associates	(134)	(100)	425	810
NET PROFIT FOR THE PERIOD	4,088	4,158	13,508	13,607
ATTRIBUTABLE TO:				
- Shareholders of the Bank	4,119	4,214	13,592	13,745
- Non-controlling interest	(31)	(56)	(84)	(138)
	4,088	4,158	13,508	13,607
Weighted average number of shares (in '000)	2,121,713	2,125,086	2,121,713	2,125,191
Basic and diluted earnings per share (fils)	2	2	6	6

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Nine months ended 30 September 2018	Nine months ended 30 September 2017 (Restated)
	BD '000	BD '000
Net cash used in operating activities	(25,659)	(79,052)
Net cash (used in) from investing activities	(2,883)	26,241
Net cash from (used in) financing activities	37,203	(5,406)
NET CHANGE IN CASH AND CASH EQUIVALENTS	8,661	(58,217)
Cash and cash equivalents at 1 January	175,352	284,928
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	184,013	226,711

These condensed consolidated interim financial information have been authorized for issue in accordance with a resolution of the Board of Directors dated 7 November 2018.

Khaleefa Butti Omair Al Muhairi
Chairman

H.E. Shaikh Khalid bin Mustahail Al Mashani
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer