

Al Salam Bank B.S.C.
Consolidated Financial Statements
For the year ended 31 December 2022



These statements have been extracted from the consolidated financial statements on which KPMG issued an unmodified audit opinion dated 9 February 2023.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 December 2022	31 December 2021	CONSOLIDATED INCOME STATEMENT	31 December 2022	31 December 2021
	BD'000	BD'000		BD'000	BD'000
ASSETS			OPERATING INCOME		
Cash and balances with banks and central bank	367,747	309,149	Finance income	95,158	76,357
Placements with financial institutions	113,096	133,860	Income from sukuk	34,778	22,421
Investment in sukuk	837,381	639,688	Income from non-trading investments, net	2,720	370
Financing assets	1,986,465	1,364,452	(Loss) / income from properties, net	(222)	56
Non-trading investments	106,796	91,591	Fees and commission, net	7,828	7,381
Takaful and related assets	51,690	-	Share of profit from associates, net	9,329	2,697
Investment in real estate	62,462	60,904	Income from Takaful operations, net	3,773	-
Investment in associates	254,006	14,533	Other income	2,024	462
Other assets	67,720	44,423	Total operating income	155,388	109,744
Goodwill and other intangible assets	51,998	25,971	Finance expense on placements		
TOTAL ASSETS	3,899,361	2,684,571	from financial institutions	(4,955)	(4,154)
LIABILITIES, EQUITY OF INVESTMENT			Finance expense on murabaha term financing	(6,046)	(2,876)
ACCOUNTHOLDERS, OWNERS' EQUITY			Return on equity of investment accountholders		
AND NON-CONTROLLING INTEREST			before Group's share as a mudarib and wakil	(110,403)	(71,664)
LIABILITIES			Group's share as a mudarib and wakil	62,412	35,687
Placements from financial institutions and customers	187,724	126,891	Share of profit of investment accountholders	(47,991)	(35,977)
Customers' current accounts	550,281	482,739	Net operating income	96,396	66,737
Murabaha term financing	320,989	100,216	OPERATING EXPENSES		
Takaful and related liabilities	91,741	-	Staff cost	23,564	17,033
Other liabilities	78,798	53,789	Premises cost	1,987	1,866
TOTAL LIABILITIES	1,229,533	763,635	Depreciation and amortization	2,293	1,283
EQUITY OF INVESTMENT ACCOUNTHOLDERS			Other operating expenses	22,799	12,817
Wakala from financial institutions	319,339	299,607	Total operating expenses	50,643	32,999
Wakala and mudaraba from customers	2,013,134	1,324,570	PROFIT BEFORE IMPAIRMENT ALLOWANCES	45,753	33,738
TOTAL EQUITY OF INVESTMENT			Net impairment charge on financing assets and investment	(12,683)	(12,514)
ACCOUNTHOLDERS	2,332,473	1,624,177	NET PROFIT FOR THE YEAR	33,070	21,224
OWNERS' EQUITY			ATTRIBUTABLE TO:		
Share capital	249,231	241,972	- Shareholders of the bank	31,593	21,367
Treasury shares	(12,021)	(12,473)	- Non-controlling interest	1,477	(143)
Share premium	209	209	Basic and diluted earnings per share (fils)	13.5	8.8
Retained earnings	31,691	19,531			
Reserves	34,141	47,012			
Total owners' equity	303,251	296,251			
Non-controlling interest	34,104	508			
TOTAL EQUITY	337,355	296,759			
TOTAL LIABILITIES, EQUITY OF INVESTMENT					
ACCOUNTHOLDERS, OWNERS' EQUITY AND					
NON-CONTROLLING INTEREST	3,899,361	2,684,571			

CONSOLIDATED STATEMENT OF CASH FLOWS	31 December 2022	31 December 2021	CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	31 December 2022	31 December 2021
	BD'000	BD'000		BD'000	BD'000
Net cash (used in) / from operating activities	(48,368)	453,966	Balance as of 1 January	296,759	281,167
Net cash used in investing activities	(176,257)	(222,127)	Impact of adopting FAS 32	-	57
Net cash from / (used in) financing activities	212,210	(127,537)	Balance as at 1 January 2021 (restated)	-	281,224
NET CHANGE IN CASH AND CASH EQUIVALENTS	(12,415)	104,302	Net profit for the year	33,070	21,224
Cash and cash equivalents at 1 January	395,947	291,645	Movement in fair value, net	(6,203)	(312)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	383,532	395,947	Movement from reserve to income statement	-	(483)
			Reclassified to amortized cost	(4,627)	-
			Associate share of changes	(7,411)	-
			Foreign currency re-translation	277	(201)
			Total recognised income and expense	15,106	20,228
			Cash dividend for the year 2021	(9,121)	-
			Share grant scheme	1,934	-
			Movement of treasury shares, net	558	(4,943)
			Movements in non-controlling interest	32,119	250
			Balance at 31 December	337,355	296,759

These consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors dated 9 February 2023.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer