

Al Salam Bank B.S.C.
Condensed Consolidated Interim Financial Information
For the nine months period ended 30 September 2023



The full set of financial statements, which were reviewed by the external auditors, KPMG, are available on Bahrain Bourse's website.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30 September 2023	31 December 2022	CONDENSED CONSOLIDATED INCOME STATEMENT	Three months ended 30 September 2023	Three months ended 30 September 2022	Nine months ended 30 September 2023	Nine months ended 30 September 2022
	(Reviewed)	(Audited)		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
	BD'000	BD'000		BD'000	BD'000	BD'000	BD'000
ASSETS			INCOME				
Cash and balances with banks and central bank	508,602	367,747	Finance income	47,473	27,718	124,503	65,146
Placements with financial institutions	288,790	113,096	Income from sukuk	12,402	8,777	34,819	24,032
Investment in sukuk	968,333	837,381	Income from non trading investments, net	27	17	7,975	(1,463)
Financing assets	2,586,496	1,986,465	Fees and commission, net	4,124	1,976	10,940	6,094
Non trading investments	104,743	106,796	Share of profit from associates, net	4,342	4,224	15,974	5,119
Takaful and related assets	57,606	51,690	Income from Takaful operations, net	1,554	1,622	5,351	1,622
Investment in real estate	77,190	62,462	Other income	1,520	(169)	2,927	497
Investment in associates	228,799	254,006	Total income	71,442	44,165	202,489	101,047
Other assets	75,111	67,720	Finance expense on placements				
Goodwill and other intangible assets	74,697	51,998	from financial institutions	(3,006)	(1,258)	(8,403)	(2,664)
TOTAL ASSETS	4,970,367	3,899,361	Finance expense on murabaha term financing	(5,956)	(1,517)	(16,068)	(2,675)
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST			Return on equity of investment accountholders				
LIABILITIES			before Group's share as a mudarib and wakil	(39,989)	(39,438)	(121,283)	(74,732)
Placements from financial institutions and customers	144,412	187,724	Group's share as a mudarib and wakil	12,759	25,612	48,707	42,753
Customers' current accounts	1,037,539	550,281	Share of profit of investment accountholders	(27,230)	(13,826)	(72,576)	(31,979)
Murabaha term financing	469,278	320,989	Net operating income	35,250	27,564	105,442	63,729
Takaful and related liabilities	96,083	91,741	EXPENSES				
Other liabilities	102,037	78,798	Staff cost	8,194	5,839	23,501	15,273
TOTAL LIABILITIES	1,849,349	1,229,533	Premises cost	933	591	2,492	1,400
EQUITY OF INVESTMENT ACCOUNTHOLDERS			Depreciation and amortization	1,241	832	3,061	1,477
Wakala from financial institutions	352,272	319,339	Other operating expenses	8,072	6,576	21,330	12,264
Wakala and mudaraba from customers	2,372,077	2,013,134	Total expenses	18,440	13,838	50,384	30,414
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	2,724,349	2,332,473	PROFIT BEFORE IMPAIRMENT ALLOWANCES	16,810	13,726	55,058	33,315
OWNERS' EQUITY			Net impairment charge on financial assets				
Share capital	261,692	249,231	and investments	(2,521)	(6,213)	(17,720)	(12,282)
Treasury shares	(12,992)	(12,021)	PROFIT BEFORE TAX	14,289	7,513	37,338	21,033
Share premium	209	209	Tax for the period	(1,656)	-	(2,837)	-
Retained earnings	37,349	31,691	PROFIT FOR THE PERIOD	12,633	7,513	34,501	21,033
Reserves	42,780	34,141	ATTRIBUTABLE TO:				
Total owners' equity	329,038	303,251	- Shareholders of the bank	10,449	6,769	31,003	20,288
Non-controlling interest	67,631	34,104	- Non-controlling interest	2,184	744	3,498	745
TOTAL EQUITY	396,669	337,355	Basic and diluted earnings per share (fils)	4.2	2.9	12.4	8.6
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	4,970,367	3,899,361					

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	30 September 2023	30 September 2022
	(Reviewed)	(Reviewed)
	BD'000	BD'000
Net cash used in operating activities	(284,827)	(157,309)
Net cash from / (used in) investing activities	170,206	(78,605)
Net cash from financing activities	133,033	200,957
NET CHANGE IN CASH AND CASH EQUIVALENTS	18,412	(34,957)
Cash and cash equivalents at 1 January	383,532	395,947
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	401,944	360,990

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS EQUITY	30 September 2023	30 September 2022
	(Reviewed)	(Reviewed)
	BD'000	BD'000
Balance at 1 January	337,355	296,759
Profit for the period	34,501	21,033
Movement in fair value, net	(2,518)	(8,522)
Movement in share of reserve of investment in associate	10,659	(2,829)
Appropriation towards charity fund	(500)	-
Movement in FX translation reserve	(289)	(326)
Reclassification to amortized cost	-	(4,627)
Total recognized income and expense	41,853	4,729
Cash dividend for the year	(12,359)	(9,121)
Shares allocated to staff during the period	2,087	-
(Purchase) / movement of treasury shares, net	(2,897)	558
Movements in non-controlling interest	30,630	32,374
Balance at 30 September	396,669	325,299

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 12 November 2023

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer