

Al Salam Bank - Bahrain B.S.C.

Condensed Consolidated Interim Financial Information for the Period Ended 30 September 2020.

These statements have been extracted from the Condensed Consolidated Interim Financial Information on which KPMG issued an unmodified review report dated 9 November 2020.

مصرف السلام
Al Salam Bank



Bahrain البحرين

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30 September 2020 (Reviewed)	31 December 2019 (Audited) (Restated)
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	234,093	219,456
Sovereign Sukuk	384,284	345,305
Placements with financial institutions	82,393	114,803
Corporate Sukuk	12,555	22,162
Financing assets	784,751	685,756
Finance lease assets	464,031	389,742
Non-trading investments	97,182	108,991
Investment properties	72,583	72,774
Development properties	2,943	2,943
Investment in associates	12,132	10,640
Other assets	48,766	44,260
Goodwill	25,971	25,971
TOTAL ASSETS	2,221,684	2,042,803
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST		
LIABILITIES		
Placements from financial institutions	99,890	211,459
Customers' current accounts	368,158	289,456
Murabaha term financing	296,401	145,590
Other liabilities	41,092	41,481
TOTAL LIABILITIES	805,541	687,986
EQUITY OF INVESTMENT ACCOUNTHOLDERS		
Wakala from financial institutions	221,496	210,887
Wakala and Mudaraba from customers	902,739	823,856
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	1,124,235	1,034,743
OWNERS' EQUITY		
Share capital	230,450	221,586
Treasury stock	(7,530)	(6,758)
Reserves and retained earnings	68,534	104,547
Total owners' equity	291,454	319,375
Non-controlling interest	454	699
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	2,221,684	2,042,803

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (REVIEWED)	Nine months ended 30 September 2020	Nine months ended 30 September 2019
	BD '000	BD '000
Balance as of 1 January	320,074	304,822
Impact of adopting FAS 33	-	(3,631)
Balance as at 1 January 2019 (restated)	-	301,191
Net profit for the period	8,038	17,131
Foreign currency re-translation	(467)	(107)
Total recognised income and expense	7,571	17,024
Cash dividend for the year	(8,551)	(7,353)
Movement in fair value of Sukuks	(3,579)	6,636
Modification loss	(24,768)	-
Subsidy from government	2,143	-
Purchase of treasury stock	(772)	(1,076)
Movements in non-controlling interest	(210)	-
Balance at 30 September	291,908	316,422

CONDENSED CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 30 September 2020	Three months ended 30 September 2019 (Restated)	Nine months ended 30 September 2020	Nine months ended 30 September 2019 (Restated)
	BD '000	BD '000	BD '000	BD '000
OPERATING INCOME				
Finance income	20,284	15,288	57,412	42,958
Income from Sukuk	4,951	4,063	14,334	12,795
(Loss) / Income from non-trading investments	(5,396)	579	(8,690)	1,829
Loss from properties	(66)	(42)	(105)	(42)
Fees and commission, net	1,799	1,845	5,620	5,953
Share of profit from associates	-	94	1,953	1,209
Other income	2,514	635	3,725	3,479
Total operating income	24,086	22,462	74,249	68,181
Finance expense on placements from financial institutions	(865)	(885)	(3,395)	(2,738)
Finance expense on Murabaha term financing	(1,451)	(1,392)	(4,073)	(4,268)
Return on equity of investment accountholders before Group's share as a Mudarib and Wakala	(10,726)	(7,367)	(29,561)	(21,042)
Group's share as a Mudarib	401	-	874	-
Group's Wakala fee	3,098	(94)	6,793	(237)
Share of profit of investment accountholders	(7,227)	(7,461)	(21,894)	(21,279)
Net income	14,543	12,724	44,887	39,896
OPERATING EXPENSES				
Staff cost	3,746	3,640	11,152	10,629
Premises and equipment cost	499	575	1,668	1,701
Depreciation	709	308	1,196	981
Other operating expenses	2,453	2,648	7,975	7,500
Total operating expenses	7,407	7,171	21,991	20,811
PROFIT BEFORE IMPAIRMENT ALLOWANCES	7,136	5,553	22,896	19,085
Net impairment charge	(6,182)	(644)	(14,858)	(1,954)
NET PROFIT FOR THE PERIOD	954	4,909	8,038	17,131
ATTRIBUTABLE TO:				
- Shareholders of the Bank	972	4,914	8,073	17,223
- Non-controlling interest	(18)	(5)	(35)	(92)
	954	4,909	8,038	17,131
Weighted average number of shares (in '000)	2,142,899	2,167,315	2,142,899	2,172,020
Basic and diluted earnings per share (fils)	0.4	2.3	3.8	7.9

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Nine months ended 30 September 2020	Nine months ended 30 September 2019 (Restated)
	BD '000	BD '000
Net cash (used in) / from operating activities	(132,064)	46,366
Net cash (used in) / from investing activities	(21,889)	5,608
Net cash from / (used in) financing activities	136,601	(6,646)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(17,352)	45,328
Cash and cash equivalents at 1 January	299,324	216,561
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	281,972	261,889

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 9 November 2020.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer