

Al Salam Bank B.S.C.

Consolidated Financial Statements

For the year ended 31 December 2023



These statements have been extracted from the consolidated financial statements on which KPMG issued an unmodified audit opinion dated 13 February 2024.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 December 2023	31 December 2022	CONSOLIDATED INCOME STATEMENT	31 December 2023	31 December 2022
	BD'000	BD'000		BD'000	BD'000
ASSETS			INCOME		
Cash and balances with banks and central bank	537,874	367,747	Finance income	174,003	95,158
Placements with financial institutions	293,580	113,096	Income from sukuk	48,755	34,778
Investment in sukuk	1,002,839	837,381	Income from non-trading investments, net	7,653	2,720
Financing assets	2,676,460	1,986,465	Fees and commission, net	16,383	7,828
Non-trading investments	100,060	106,796	Share of profit from associates, net	21,043	9,329
Takaful and related assets	67,370	51,690	Income from Takaful operations, net	7,571	3,773
Investment in real estate	78,070	62,462	Other income	3,851	1,802
Investment in associates	231,484	254,006	Total income	279,259	155,388
Other assets	81,228	67,720	Finance expense on placements from financial institutions	(8,446)	(4,955)
Goodwill and other intangible assets	78,145	51,998	Finance expense on murabaha term financing	(25,517)	(6,046)
TOTAL ASSETS	5,147,110	3,899,361	Return on equity of investment accountholders before Group's share as a mudarib and wakil	(168,658)	(110,403)
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST			Group's share as a mudarib and wakil	68,571	62,412
LIABILITIES			Share of profit of investment accountholders	(100,087)	(47,991)
Placements from financial institutions	136,511	187,724	Net operating income	145,209	96,396
Customers' current accounts	1,066,031	550,281	EXPENSES		
Murabaha term financing	510,848	320,989	Staff cost	31,765	23,564
Takaful and related liabilities	114,493	91,741	Premises cost	3,417	1,987
Other liabilities	106,192	78,798	Depreciation and amortization	4,322	2,293
TOTAL LIABILITIES	1,934,075	1,229,533	Other operating expenses	30,029	22,799
EQUITY OF INVESTMENT ACCOUNTHOLDERS			Total expenses	69,533	50,643
Wakala from financial institutions	379,768	319,339	PROFIT BEFORE IMPAIRMENT ALLOWANCES	75,676	45,753
Wakala and mudaraba from customers	2,424,617	2,013,134	Net impairment charge on financing assets, investments and other assets	(22,989)	(12,683)
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	2,804,385	2,332,473	PROFIT BEFORE TAX	52,687	33,070
OWNERS' EQUITY			Tax for the year	(4,509)	-
Share capital	261,693	249,231	PROFIT FOR THE YEAR	48,178	33,070
Treasury shares	(6,799)	(1,325)	ATTRIBUTABLE TO:		
Employees incentive scheme shares	(8,770)	(10,696)	- Shareholders of the bank	42,226	31,593
Share premium	209	209	- Non-controlling interest	5,952	1,477
Retained earnings	44,348	31,691		48,178	33,070
Reserves	46,722	34,141	Basic and diluted earnings per share (fils)	17.2	12.8
Total owners' equity	337,403	303,251			
Non-controlling interest	71,247	34,104			
TOTAL EQUITY	408,650	337,355			
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND TOTAL EQUITY	5,147,110	3,899,361			
			CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	31 December 2023	31 December 2022
	BD'000	BD'000		BD'000	BD'000
CONSOLIDATED STATEMENT OF CASH FLOWS			Balance at 1 January	337,355	296,759
Net cash from / (used in) operating activities	5,359	(48,368)	Profit for the year	48,178	33,070
Net cash from / (used in) investing activities	150,726	(176,257)	Movement in fair value, net	(2,475)	(6,203)
Net cash from financing activities	172,026	212,210	Sale of investment in real estate	(108)	-
NET CHANGE IN CASH AND CASH EQUIVALENTS	328,111	(12,415)	Movement in share of reserve of investments in associate	8,511	(7,411)
Cash and cash equivalents at 1 January	383,532	395,947	Reclassified to amortized cost	-	(4,627)
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	711,643	383,532	Appropriation towards charity fund	(500)	-
			Movement in FX translation reserve	2,487	277
			Total recognised income and expense	56,093	15,106
			Cash dividend for the year	(12,359)	(9,121)
			Shares granted	-	1,934
			Movement of treasury shares, net	(5,474)	558
			Shares vested	2,087	-
			Movements in non-controlling interest	30,948	32,119
			Balance at 31 December	408,650	337,355

These consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors dated 13 February 2024.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer