Al Salam Bank-Bahrain B.S.C.

Consolidated Financial Statements for the year ended 31 December 2014 These statements have been extracted from the audited consolidated financial statements on which Ernst & Young issued an unqualified opinion dated 4th February 2015.

CONSOLIDATED INCOME STATEMENT	31 December 2014	31 December 2013
	BD '000	BD '000
OPERATING INCOME		
Income from financing contracts	51,494	26,132
Income from Sukuk	7,120	9,448
Gains on sale of investments and Sukuk	12,282	3,833
Income from investments	2,863	2,424
Fair value changes on investments	(6,413)	(1,398)
Dividend income	758	570
Foreign exchange gains	1,578	793
Fees, commission and other income - net	6,650	2,305
Profit on Murabaha and Wakala payables to banks	76,332 (1,035)	44,107 (682)
Profit on Wakala payables to non-banks	(1,033)	(17,190)
Profit on term financing	(23,040) (974)	(17,190)
Profit relating to equity of investment accountholders	(215)	(148)
Total operating income	46,068	26,087
		20,007
OPERATING EXPENSES Staff cost	13 001	6 469
Starr cost Premises and equipment cost	13,991 2,415	6,469 1,147
Depreciation	1,507	280
Other operating expenses	8,505	3,505
Total operating expenses	26,418	11,401
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PROFIT BEFORE PROVISIONS AND RESULTS OF ASSOCIATES AND JOINT VENTURES	19,650	14,686
Provision for impairment - net	(4,198)	(3,208)
Share of profit from associates and joint ventures	369	894
NET PROFIT FOR THE YEAR	15,821	12,372
Attributable to:		
- Shareholders of the Bank	15,550	12,372
- Non-controlling interest	271	-
5	the second se	
-	15,821	12,372
WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	<u>15,821</u> 1,982,531	12,372 1,491,372
WEIGHTED AVERAGE NUMBER OF		
WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	1,982,531	1,491,372
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS)	<u>1,982,531</u> <u>8.0</u>	1,491,372
WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	<u>1,982,531</u> <u>8.0</u> 2014	1,491,372 8.3 2013
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME	1,982,531 8.0 2014 BD '000	1,491,372 8.3 2013 BD '000
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year	<u>1,982,531</u> <u>8.0</u> 2014	1,491,372 8.3 2013
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent	1,982,531 8.0 2014 BD '000	1,491,372 8.3 2013 BD '000
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale	1,982,531 8.0 2014 BD '000 15,821	1,491,372 8.3 2013 BD '000 12,372
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments	1,982,531 8.0 2014 BD '000 15,821	1,491,372 8.3 2013 BD '000 12,372 559
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale	1,982,531 8.0 2014 BD '000 15,821	1,491,372 8.3 2013 BD '000 12,372
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation	1,982,531 8.0 2014 BD '000 15,821	1,491,372 8.3 2013 BD '000 12,372 559
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate	1,982,531 8.0 2014 BD '000 15,821 636 1,045	1,491,372 8.3 2013 BD '000 12,372 559 21,659
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819)	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year Attributable to:	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year Attributable to: Equity holders of the Bank	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,331	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year <i>Attributable to:</i> Equity holders of the Bank Non-controlling interest	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,331 352 16,683	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660 - 34,660
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WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year <i>Attributable to:</i> Equity holders of the Bank Non-controlling interest	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,683 16,683 16,683 16,683	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660 34,660 - 34,660 - 34,660
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WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year Attributable to: Equity holders of the Bank Non-controlling interest	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,331 352 16,683 16,683 16,683 16,683	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660 34,660 - 34,660 - 34,660 - 34,660 (12,471)
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WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) COTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year Attributable to: Equity holders of the Bank Non-controlling interest	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,331 352 16,683 16,683 16,331 352 16,683 16,231 352 16,683	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660 34,660 - 34,660 - 34,660 - 34,660 (12,471) (81) 34,579
WEIGHTED AVERAGE NUMBER OF SHARES (in '000) BASIC AND DILUTED EARNINGS PER SHARE (FILS) OTHER COMPREHENSIVE INCOME Net profit for the year Other comprehensive income / (loss): Items to be reclassified to profit or loss in subsequent periods: Net changes in fair value of available-for-sale investments Changes in fair value of investments in real estate Foreign currency re-translation Other comprehensive income for the year Total comprehensive income for the year Attributable to: Equity holders of the Bank Non-controlling interest Net cash from (used in) operating activities Net cash from (used in) investing activities Net cash (used in) from financing activities	1,982,531 8.0 2014 BD '000 15,821 636 1,045 (819) 862 16,683 16,331 352 16,683 16,683 16,683 16,683 16,683 16,231 352 16,683 16,683 120,128 128,409 (11,042) 237,495	1,491,372 8.3 2013 BD '000 12,372 559 21,659 70 22,288 34,660 34,660 34,660 34,660 34,660 34,660 34,660 34,660

ASSETS Cash and balances with banks and Central Bank of Bahrain 277,751 86,097 Central Bank of Bahrain Sukuk 94,678 102,937 Murabaha and Wakala receivables from banks 182,110 118,227 Corporate Sukuk 139,304 91,106 Murabaha financing 270,428 156,142 Mudaraba financing 189,601 114,084 Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,855 10,145 Assets under conversion 308,659 Son-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 GoodWill 25,971 TOTAL ASSETS 10,857 1,955,297 1,088,252 LIABILITIES 10,1955,297 1,088,252 LIABILITIES 10,1955,297 1,088,252 Customers' current accounts 10,34,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Itabilities under conversion 149,621 Other labilities 10,397 45,397 45,80 OWNERS' EQUITY 0F INVESTMENT 26,397 45,80 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Itabilities under conversion 149,621 Share capital 214,093 149,706 Treasury stock (492) Reserves and retained earnings 93,777 78,580 Proposed appropriations 10,705 7,485 Total equity attributable to shareholders of the Bank 318,57 23,579 Non-controlling interest 10,705 32,809 24,6097 Total LLABILITIES, EQUITY 0F INVESTMENT Total LABILITIES, EQUITY 0F INVESTMENT Total CONDERS' EQUITY 50 50, 50, 50, 50, 50, 50, 50, 50, 50,	CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 December 2014	31 December 2013
Cash and balances with banks and Central Bank of Bahrain 277,751 886,097 Central Bank of Bahrain Sukuk 94,678 102,937 Murabaha and Wakala receivables from banks 182,1110 118,227 Corporate Sukuk 139,304 91,106 Murabaha and Wakala receivables from banks 182,1110 118,227 Corporate Sukuk 139,304 91,106 Murabaha financing 270,428 156,142 Mudaraba financing 189,601 114,084 Ijarah Muntahia Bittamleek 141,052 110,631 Mustaraka 10,851 19,145 Assets under conversion 308,659		BD '000	BD '000
Bahrain277,75186,097Central Bank of Bahrain Sukuk94,678102,937Murabaha and Wakala receivables from banks182,110118,227Corporate Sukuk139,30491,106Murabaha financing270,428156,142Mudaraba financing189,601114,084Ijarah Muntahia Bittamleek141,052110,631Musharaka10,85119,145Assets under conversion308,659-Non-trading investments147,096125,923Investment in real estate65,14966,718Development properties59,26265,891Investment in associates10,4928,537Other assets32,89322,814Goodwill25,971-TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY106,796Watabaha and Wakala payables to banks121,266106,796Watabaha and Wakala payables to banks1,034,052584,365Customers' current accounts226,64830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,621-TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY78,580-(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057.485To	ASSETS		
Murabaha and Wakala receivables from banks 182,110 118,227 Corporate Sukuk 139,304 91,106 Murabaha financing 270,428 156,142 Mudaraba financing 189,601 114,084 Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 65,149 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY 10,06,796 Wakala payables to banks 121,266 70,532 Customers' current accounts 226,648 70,532 Customers' current accounts 1,034,052 584,365 Customers' current accounts 214,649 30,979 TOTAL LIABILITIES 1,598,342 816,309<		277,751	86,097
Corporate Sukuk 139,304 91,106 Murabaha financing 270,428 156,142 Mudaraba financing 189,601 114,084 Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 85,37 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY 1,088,252 1,088,252 LIABILITIES 1,955,297 1,088,252 Customers' current accounts 22,6,648 70,532 Customers' current accounts 226,648 70,532 Customers' current accounts 226,648 30,979 TOTAL LIABILITIES 1,598,342 816,309 <td>Central Bank of Bahrain Sukuk</td> <td>94,678</td> <td>102,937</td>	Central Bank of Bahrain Sukuk	94,678	102,937
Murabaha financing 270,428 156,142 Murabaha financing 189,601 114,084 Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES 1,955,297 1,088,252 Murabaha and Wakala payables to banks 121,266 106,796 Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Liabilities under conversion 149,621 - Other liabilities 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,152 25,846	Murabaha and Wakala receivables from banks	182,110	118,227
Mudaraba financing 189,601 114.084 Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY 106,796 Wakala payables to banks 121,266 106,796 Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 22,648 30,979 ToTAL LIABILITIES 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,163 30,979 ToTAL LIABILITIES 214,093 149,706 Cher liabilities 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,163 25,846 <td>Corporate Sukuk</td> <td>139,304</td> <td>91,106</td>	Corporate Sukuk	139,304	91,106
Ijarah Muntahia Bittamleek 141,052 110,631 Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES 1,955,297 1,088,252 Murabaha and Wakala payables to banks 121,266 106,796 Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Liabilities under conversion 149,621 - Other liabilities 45,418 30,979 TOTAL LIABILITIES 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,152 25,846 OWNERS' EQUITY 3246,097 78,580 Freasur	Murabaha financing	270,428	156,142
Musharaka 10,851 19,145 Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY 106,796 Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Liabilities under conversion 149,621 - Other liabilities 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,152 25,846 OWNERS' EQUITY 38,675 30,979 TOTAL LIABILITIES 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,152 25,846	Mudaraba financing	189,601	114,084
Assets under conversion 308,659 - Non-trading investments 147,096 125,923 Investments in real estate 65,149 66,718 Development properties 59,262 65,891 Investment in associates 10,492 8,537 Other assets 32,893 22,814 Goodwill 25,971 - TOTAL ASSETS 1,955,297 1,088,252 LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY 106,796 Murabaha and Wakala payables to banks 121,266 106,796 Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Liabilities under conversion 149,621 - Other liabilities 1,598,342 816,309 EQUITY OF INVESTMENT ACCOUNTHOLDERS 28,152 25,846 OWNERS' EQUITY 214,093 149,706 Treasury stock - (492) Reserves and retained earnings 93,777 78,580 Proposed appropriations 10,705 7,485 <td>Ijarah Muntahia Bittamleek</td> <td>141,052</td> <td>110,631</td>	Ijarah Muntahia Bittamleek	141,052	110,631
Non-trading investments147,096125,923Investments in real estate65,14966,718Development properties59,26265,891Investment in associates10,4928,537Other assets32,89322,814Goodwill25,971-TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY11,034,052Murabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621-Other liabilities1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,706-ToTAL LIABILITIES(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT10,818	Musharaka	10,851	19,145
Investments in real estate65,14966,718Investment in associates59,26265,891Investment in associates10,4928,537Other assets32,89322,814Goodwill25,971-TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY1Nurabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Assets under conversion	308,659	-
Development properties59,26265,891Investment in associates10,4928,537Other assets32,89322,814Goodwill25,971-TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY11,088,252Varabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities149,621-Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,706Share capital214,093149,706Treasury stock-(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Non-trading investments	147,096	125,923
Investment in associates10,4928,537Other assets32,89322,814Goodwill25,971TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY1,955,2971,088,252LIABILITIESIIIMurabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,706Share capital214,093149,706Treasury stockProposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Investments in real estate	65,149	66,718
Other assets32,89322,814Goodwill25,9711.088,252TOTAL ASSETS1,955,2971.088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITYIILIABILITIES1.034,052584,365Murabaha and Wakala payables to banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621-Other liabilities1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Treasury stock(492)(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Development properties	59,262	65,891
Goodwill25,971TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITYIILIABILITIESIIMurabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,706Share capital214,093149,706Treasury stockProposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Investment in associates	10,492	8,537
TOTAL ASSETS1,955,2971,088,252LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITYLIABILITIESMurabaha and Wakala payables to banks121,266Murabaha and Wakala payables to banks1,034,052Stata payables to non-banks1,034,052Customers' current accounts226,648Customers' current accounts21,337Zinajar23,637Liabilities under conversion149,621Other liabilities45,41830,9791,598,342EQUITY OF INVESTMENT ACCOUNTHOLDERS28,152OWNERS' EQUITY214,093Share capital214,093Treasury stock(492)Reserves and retained earnings93,777Proposed appropriations10,705Total equity attributable to shareholders of the Bank318,575Zist, 220,27910,228Non-controlling interest10,228TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803	Other assets	32,893	22,814
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITYILIABILITIES106,796Murabaha and Wakala payables to banks121,266Murabaha and Wakala payables to banks1,034,052Vakala payables to non-banks1,034,052Customers' current accounts226,648Customers' current accounts21,337Liabilities under conversion149,621Other liabilities45,41830,97930,979TOTAL LIABILITIES1,598,342EQUITY OF INVESTMENT ACCOUNTHOLDERS28,152OWNERS' EQUITY214,093Share capital214,093Treasury stock-Yeoposed appropriations10,705Total equity attributable to shareholders of the Bank318,575Total QWNERS' EQUITY328,803Cotal equity attributable to shareholders of the Bank318,575Total LIABILITIES, EQUITY OF INVESTMENT328,803	Goodwill	25,971	-
ACCOUNTHOLDERS AND OWNERS' EQUITY LIABILITIES	TOTAL ASSETS	1,955,297	1,088,252
Murabaha and Wakala payables to banks121,266106,796Wakala payables to non-banks1,034,052584,365Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621-Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY1Share capital214,093149,706Treasury stock-(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097			
Wakala payables to non-banks 1,034,052 584,365 Customers' current accounts 226,648 70,532 Term financing 21,337 23,637 Liabilities under conversion 149,621	LIABILITIES		
Customers' current accounts226,64870,532Term financing21,33723,637Liabilities under conversion149,621-Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY149,706Share capital214,093149,706Treasury stock-(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Murabaha and Wakala payables to banks	121,266	106,796
Term financing21,33723,637Liabilities under conversion149,621-Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Share capital214,093149,706Treasury stock93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Wakala payables to non-banks	1,034,052	584,365
Liabilities under conversion149,621Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Share capital214,093149,706Treasury stock<	Customers' current accounts	226,648	70,532
Other liabilities45,41830,979TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Share capital214,093149,706Treasury stock(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Term financing	21,337	23,637
TOTAL LIABILITIES1,598,342816,309EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Share capital214,093149,706Treasury stock(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT10,20010,200	Liabilities under conversion	149,621	-
EQUITY OF INVESTMENT ACCOUNTHOLDERS28,15225,846OWNERS' EQUITY214,093149,706Share capital214,093149,706Treasury stock-(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT	Other liabilities	45,418	30,979
OWNERS' EQUITYShare capital214,093Treasury stock(492)Reserves and retained earnings93,777Proposed appropriations10,705Total equity attributable to shareholders of the Bank318,575Non-controlling interest10,228TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT	TOTAL LIABILITIES	1,598,342	816,309
Share capital214,093149,706Treasury stock(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT5001000	EQUITY OF INVESTMENT ACCOUNTHOLDERS	28,152	25,846
Treasury stock(492)Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT5001000	OWNERS' EQUITY		
Reserves and retained earnings93,77778,580Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT5000000000000000000000000000000000000	Share capital	214,093	149,706
Proposed appropriations10,7057,485Total equity attributable to shareholders of the Bank318,575235,279Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT5000000000000000000000000000000000000	Treasury stock	-	(492)
Total equity attributable to shareholders of the Bank 318,575 235,279Non-controlling interest 10,228 10,818 TOTAL OWNERS' EQUITY328,803 246,097 TOTAL LIABILITIES, EQUITY OF INVESTMENT4 000000000000000000000000000000000000	Reserves and retained earnings	93,777	78,580
Non-controlling interest10,22810,818TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT	Proposed appropriations	10,705	7,485
TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT328,803246,097	Total equity attributable to shareholders of the Bank	318,575	235,279
TOTAL OWNERS' EQUITY328,803246,097TOTAL LIABILITIES, EQUITY OF INVESTMENT	Non-controlling interest	10,228	10,818
TOTAL LIABILITIES, EQUITY OF INVESTMENT	TOTAL OWNERS' EQUITY		246.097
	-	1,955,297	1,088,252

CONSOLIDATED STATEMENT OF CHANGES		
IN OWNERS'EQUITY	2014	2013
	BD '000	BD '000
Balance at 1 January	246,097	208,065
Net profit for the year	15,821	12,372
Net changes in fair value	1,681	22,218
Foreign currency re-translation	(819)	70
Dividend paid	(7,446)	(7,446)
Dividend relating to subsidiaries	(345)	-
Shares issued on acquisition	72,886	-
Share issue expenses	(125)	-
Net movements in non-controlling interest	(601)	-
Non-controlling interest arising on consolidation	-	10,818
Sale of treasury stock	1,754	-
Charitable donations	(100)	-
Balance at 31 December	328,803	246,097

These consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on 4th February 2015.

Shaikha Hessa bint Khalifa Al Khalifa Yousif Taqi Director & CEO

For more information please visit: www.alsalambahrain.com

Chairperson of the Board

Licensed as an Islamic Retail Bank by the Central Bank of Bahrain

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