

Al Salam Bank-Bahrain B.s.c.

Interim Condensed Consolidated Financial Statements for the period ended 30 September 2015
These statements were extracted from the interim condensed consolidated financial statements on which Ernst & Young issued an unqualified review report dated 11th November 2015.



AL SALAM BANK
البحرين

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	(Reviewed) 30 September 2015	(Audited) 31 December 2014
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	187,234	277,751
Sovereign Sukuk	207,052	94,678
Murabaha and Wakala receivables from banks	70,015	182,110
Corporate Sukuk	136,357	139,304
Murabaha financing	365,700	270,428
Mudaraba financing	230,590	189,601
Ijarah Muntahia Bittamleek	167,995	141,052
Musharaka	7,129	10,851
Assets under conversion	39,260	308,659
Investments	132,292	147,096
Investments in real estate	62,260	65,149
Development properties	58,566	59,262
Investment in associates	9,989	10,492
Other assets	28,763	32,893
Goodwill	25,971	25,971
Assets held-for-sale	54,858	-
TOTAL ASSETS	1,784,031	1,955,297
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
LIABILITIES		
Murabaha and Wakala payables to banks	98,802	121,266
Murabaha and Wakala payables to non-banks	886,182	1,034,052
Current accounts	294,900	226,648
Term financing	18,575	21,337
Liabilities under conversion	4,670	149,621
Other liabilities	56,718	45,418
Liabilities relating to assets classified as held-for-sale	36,362	-
TOTAL LIABILITIES	1,396,209	1,598,342
EQUITY OF INVESTMENT ACCOUNTHOLDERS OWNERS' EQUITY	66,651	28,152
Share capital	214,093	214,093
Reserves and retained earnings	103,766	93,777
Proposed appropriations	-	10,705
Total equity attributable to shareholders of the Bank	317,859	318,575
Non-controlling interest	3,312	10,228
TOTAL OWNERS' EQUITY	321,171	328,803
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,784,031	1,955,297
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (REVIEWED)	Nine months period ended 30 September 2015	Nine months period ended 30 September 2014
	BD '000	BD '000
Balance as of 1 January	328,803	246,097
Net profit for the period	13,850	12,357
Net changes in fair value	(2,409)	1,688
Foreign currency re-translation	(1,447)	(512)
Dividend paid	(11,271)	(7,679)
Shares issued on acquisition	-	72,886
Share issue expenses	-	(125)
Net movement in non-controlling interest	(6,355)	(1,869)
Sale of treasury stock	-	1,754
Transfer	-	-
Balance at 30 September	321,171	324,597
INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Nine months period ended 30 September 2015	Nine months period ended 30 September 2014
	BD '000	BD '000
Net cash (used in) from operating activities	(184,383)	125,303
Net cash (used in) from investing activities	(52)	140,314
Net cash from (used in) financing activities	(10,200)	(6,497)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(194,635)	259,120
Cash and cash equivalents at 1 January	408,535	171,040
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	213,900	430,160

INTERIM CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 30 September 2015	Three months ended 30 September 2014	Nine months ended 30 September 2015	Nine months ended 30 September 2014
	BD '000	BD '000	BD '000	BD '000
OPERATING INCOME				
Income from financing contracts	11,786	15,399	36,591	36,709
Income from Sukuk	3,501	2,110	8,922	5,027
Gains on sale of investments and Sukuk	3,581	3,428	5,089	5,827
Income from investments	1,200	760	3,543	1,769
Fair value changes on investments	(2,627)	(1,775)	(1,803)	330
Dividend income	255	177	719	501
Foreign exchange gains	(295)	253	158	939
Fees, commission and other income-net	1,249	2,424	4,111	5,823
	18,650	22,776	57,330	56,925
Profit on Murabaha and Wakala payables to banks	(265)	(322)	(625)	(801)
Profit on Wakala payables to non-banks	(5,242)	(7,886)	(19,195)	(19,899)
Profit on term financing	(200)	(246)	(650)	(743)
Profit relating to equity of investment accountholders	(365)	(54)	(613)	(144)
Total operating income	12,578	14,268	36,247	35,338
OPERATING EXPENSES				
Staff cost	2,968	3,862	9,103	9,529
Premises and equipment cost	693	755	2,084	1,732
Depreciation	567	893	1,517	1,842
Other operating expenses	2,028	2,454	6,992	6,426
Total operating expenses	6,256	7,964	19,696	19,529
PROFIT BEFORE PROVISIONS AND RESULTS OF ASSOCIATES AND JOINT VENTURE	6,322	6,304	16,551	15,809
Provision for impairment - net	(1,506)	(2,365)	(3,556)	(3,694)
Share of profit from associates and joint venture	-	99	855	242
NET PROFIT FOR THE PERIOD	4,816	4,038	13,850	12,357
Attributable to:				
- Shareholders of the Bank	4,751	4,116	13,696	12,283
- Non-controlling interest	65	(78)	154	74
	4,816	4,038	13,850	12,357
WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	2,140,931	2,140,931	2,140,931	1,929,161
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	2.2	1.9	6.5	6.4
TOTAL COMPREHENSIVE INCOME (REVIEWED)	Three months ended 30 September 2015	Three months ended 30 September 2014	Nine months ended 30 September 2015	Nine months ended 30 September 2014
	BD '000	BD '000	BD '000	BD '000
Net profit for the period	4,816	4,038	13,850	12,357
Other comprehensive (loss) income:				
Items to be reclassified to profit or loss in subsequent periods:				
Net changes in fair value of available-for-sale investments	(2,182)	531	(2,429)	1,688
Changes in fair value of investments in real estate	-	-	20	-
Foreign currency re-translation	(521)	(395)	(1,447)	(512)
Other comprehensive (loss) income for the period	(2,703)	136	(3,856)	1,176
Total comprehensive income for the period	2,113	4,174	9,994	13,533
Attributable to:				
Equity holders of the Bank	2,095	4,252	9,989	13,459
Non-controlling interest	18	(78)	5	74
	2,113	4,174	9,994	13,533

These interim condensed consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on 11th November 2015.

Shaikha Hessa bint Khalifa Al Khalifa
Chairperson of the Board

Yousif Taqi
Director & Chief Executive Officer