

Al Salam Bank - Bahrain B.S.C.

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

مصرف السلام
Al Salam Bank



البحرين Bahrain

These statements have been extracted from the condensed consolidated interim financial information on which KPMG issued an unmodified review report dated 12 August 2020.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30 June 2020 (Reviewed)	31 December 2019 (Audited) (Restated)
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	289,931	219,456
Sovereign Sukuk	379,264	349,567
Placements with financial institutions	61,367	114,803
Corporate Sukuk	11,104	22,228
Financing assets	806,131	727,010
Finance lease assets	386,007	348,488
Non-trading investments	103,673	108,991
Investment properties	72,494	72,774
Development properties	2,943	2,943
Investment in associates	12,150	10,640
Other assets	42,824	44,260
Goodwill	25,971	25,971
TOTAL ASSETS	2,193,859	2,047,131
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST		
LIABILITIES		
Placements from financial institutions	88,272	211,459
Customers' current accounts	336,628	289,456
Murabaha term financing	320,645	145,590
Other liabilities	41,277	41,481
TOTAL LIABILITIES	786,822	687,986
EQUITY OF INVESTMENT ACCOUNTHOLDERS		
Wakala from financial institutions	136,503	180,555
Wakala and Mudaraba from customers	979,458	854,188
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	1,115,961	1,034,743
OWNERS' EQUITY		
Share capital	230,450	221,586
Treasury stock	(7,530)	(6,758)
Reserves and retained earnings	67,638	108,875
Total owners' equity	290,558	323,703
Non-controlling interest	518	699
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	2,193,859	2,047,131

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Six months ended 30 June 2020	Six months ended 30 June 2019 (Restated)
	BD '000	BD '000
Net cash (used in) / from operating activities	(120,107)	31,330
Net cash (used in) / from investing activities	(25,997)	10,655
Net cash from / (used in) financing activities	165,990	(18,572)
NET CHANGE IN CASH AND CASH EQUIVALENTS	19,886	23,413
Cash and cash equivalents at 1 January	299,324	216,561
CASH AND CASH EQUIVALENTS AT 30 JUNE	319,210	239,974

CONDENSED CONSOLIDATED INCOME STATEMENT	Six months ended 30 June 2020 (Reviewed)	Six months ended 30 June 2019 (Reviewed) (Restated)
	BD '000	BD '000
OPERATING INCOME		
Finance income	37,128	27,670
Income from Sukuk	9,383	8,732
(Loss) / Income from non-trading investments	(3,294)	1,182
Loss from properties	(39)	(11)
Fees and commission, net	3,821	4,137
Share of profit from associates	1,953	1,115
Other income	1,211	2,815
Total operating income	50,163	45,640
Finance expense on placements from financial institutions	(2,530)	(1,658)
Finance expense on Murabaha term financing	(2,622)	(2,876)
Return on equity of investment accountholders before Group's share as a Mudarib and Wakala	(18,835)	(25,026)
Group's share as a Mudarib	473	505
Group's Wakala fee	3,695	10,508
Share of profit of investment accountholders	(14,667)	(14,013)
Net income	30,344	27,093
OPERATING EXPENSES		
Staff cost	7,406	6,989
Premises and equipment cost	1,169	1,126
Depreciation	487	673
Other operating expenses	5,522	4,852
Total operating expenses	14,584	13,640
PROFIT BEFORE IMPAIRMENT ALLOWANCES	15,760	13,453
Net impairment charge	(8,676)	(1,231)
NET PROFIT FOR THE PERIOD	7,084	12,222
ATTRIBUTABLE TO:		
- Shareholders of the Bank	7,101	12,309
- Non-controlling interest	(17)	(87)
	7,084	12,222
Basic and diluted earnings per share (fils)	3.3	5.7

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (REVIEWED)	Six months ended 30 June 2020	Six months ended 30 June 2019
	BD '000	BD '000
Balance as of 1 January	324,402	304,822
Impact of adopting FAS 33	-	1,030
Balance as at 1 January 2019 (restated)	-	305,852
Net profit for the period	7,084	12,222
Foreign currency re-translation	(443)	(10)
Total recognised income and expense	6,641	12,212
Cash dividend for the year	(8,551)	(7,353)
Movement in fair value of Sukuks	(7,560)	5,025
Modification loss	(24,768)	-
Subsidy from government	1,848	-
Purchase of treasury stock	(772)	(786)
Movements in non-controlling interest	(164)	5
Balance at 30 June	291,076	314,955

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 12 August 2020.

H.E. Shaikh Khalid bin Mustahail Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer