

Al Salam Bank - Bahrain B.S.C.
Condensed Consolidated Interim Financial Information
for the six months period ended 30 June 2021.



The full set of financial statements, which were reviewed by the external auditors, KPMG, are available on Bahrain Bourse's website.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30 June 2021 (Reviewed) BD '000	31 December 2020 (Audited) BD '000
ASSETS		
Cash and balances with banks and Central Bank	339,174	288,266
Placements with financial institutions	192,414	37,965
Sovereign Sukuk	494,055	393,108
Corporate Sukuk	17,040	16,395
Financing assets	822,644	814,449
Finance lease assets	526,016	469,363
Non-trading investments	96,721	98,034
Investment properties	59,420	67,586
Development properties	2,943	2,943
Investment in associates	13,847	12,036
Other assets	43,672	35,237
Goodwill	25,971	25,971
TOTAL ASSETS	2,633,917	2,261,353
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST		
LIABILITIES		
Placements from financial institutions	157,085	116,883
Customers' current accounts	419,000	363,970
Murabaha term financing	139,480	221,671
Other liabilities	55,831	52,282
TOTAL LIABILITIES	771,396	754,806
EQUITY OF INVESTMENT ACCOUNTHOLDERS		
Wakala from financial institutions	229,538	264,784
Wakala and Mudaraba from customers	1,338,105	960,596
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	1,567,643	1,225,380
OWNERS' EQUITY		
Share capital	241,972	230,450
Treasury stock	(7,530)	(7,530)
Reserves	59,972	57,846
Total owners' equity	294,414	280,766
Non-controlling interest	464	401
TOTAL EQUITY	294,878	281,167
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	2,633,917	2,261,353

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	30 June 2021 (Reviewed) BD '000	30 June 2020 (Reviewed) BD '000
Balance as of 1 January	281,167	324,402
Impact of adopting FAS 32	57	-
Balance as at 1 January 2021 (restated)	281,224	-
Net profit for the period	10,571	7,084
Movement in fair value	3,046	(7,560)
Foreign currency re-translation	(117)	(443)
Total recognised income and expense	13,500	(919)
Cash dividend for the year 2019	-	(8,551)
Modification loss	-	(24,768)
Subsidy from government	-	1,848
Purchase of treasury stock	-	(772)
Movements in non-controlling interest	154	(164)
Balance at 30 June	294,878	291,076

CONDENSED CONSOLIDATED INCOME STATEMENT	Three months ended 30 June 2021 (Reviewed) BD '000	Three months ended 30 June 2020 (Unreviewed) BD '000	Six months ended 30 June 2021 (Reviewed) BD '000	Six months ended 30 June 2020 (Reviewed) BD '000
OPERATING INCOME				
Finance income	18,333	18,550	38,146	37,128
Income from Sukuk	5,502	5,140	10,394	9,383
Loss from non-trading investments	(424)	(31)	(1,304)	(3,294)
Income / (loss) from properties	472	-	616	(39)
Fees and commission, net	2,042	1,905	3,812	3,821
Share of profit from associates	381	-	1,928	1,953
Other income	(366)	681	377	1,211
Total operating income	25,940	26,245	53,969	50,163
Finance expense on placements from financial institutions	(1,059)	(975)	(2,106)	(2,530)
Finance expense on Murabaha term financing	(931)	(1,439)	(2,012)	(2,622)
Return on equity of investment accountholders before Group's share as a Mudarib and Wakala	(19,357)	(16,364)	(34,467)	(26,560)
Group's share as a Mudarib	75	190	108	473
Group's Wakala fee	10,425	8,978	18,076	11,420
Share of profit of investment accountholders	(8,857)	(7,196)	(16,283)	(14,667)
Net operating income	15,093	16,635	33,568	30,344
OPERATING EXPENSES				
Staff cost	4,480	3,458	8,596	7,406
Premises cost	503	499	1,045	1,169
Depreciation	311	268	585	487
Other operating expenses	3,034	2,543	5,955	5,522
Total operating expenses	8,328	6,768	16,181	14,584
PROFIT BEFORE IMPAIRMENT ALLOWANCES	6,765	9,867	17,387	15,760
Net impairment charge	(2,269)	(5,273)	(6,816)	(8,676)
NET PROFIT FOR THE PERIOD	4,496	4,594	10,571	7,084
ATTRIBUTABLE TO:				
- Shareholders of the Bank	4,575	4,589	10,662	7,101
- Non-controlling interest	(79)	5	(91)	(17)
	4,496	4,594	10,571	7,084
Basic and diluted earnings per share (fils)	2.0	2.0	4.6	3.0

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	30 June 2021 (Reviewed) BD '000	30 June 2020 (Reviewed) BD '000
Net cash from / (used in) operating activities	368,941	(120,107)
Net cash used in investing activities	(90,940)	(25,997)
Net cash (used in) / from financing activities	(82,923)	165,990
NET CHANGE IN CASH AND CASH EQUIVALENTS	195,078	19,886
Cash and cash equivalents at 1 January	291,645	299,324
CASH AND CASH EQUIVALENTS AT 30 JUNE	486,723	319,210

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 5 August 2021.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer