

Al Salam Bank B.S.C.

Consolidated Financial Statements for the year ended
31 December 2021.



These statements have been extracted from the consolidated financial statements on which KPMG issued an unmodified audit opinion dated 12 February 2022.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 December 2021	31 December 2020	CONSOLIDATED INCOME STATEMENT	31 December 2021	31 December 2020
	BD '000	BD '000		BD '000	BD '000
ASSETS			OPERATING INCOME		
Cash and balances with banks and Central Bank	309,149	288,266	Finance income	76,357	74,863
Placements with financial institutions	133,860	37,965	Income from Sukuk	22,421	19,481
Sovereign Sukuk	613,403	393,108	(Loss) net from non-trading investments	(2,981)	(8,964)
Corporate Sukuk	26,285	16,395	Income / (loss) from properties	56	(1,825)
Financing assets	806,968	814,449	Fees and commission, net	8,239	7,406
Finance lease assets	555,909	469,363	Share of profit from associates	2,697	1,953
Non-trading investments	91,591	98,034	Other income	462	3,665
Investment properties	57,961	67,586	Total operating income	107,251	96,579
Development properties	2,943	2,943	Finance expense on placements from financial institutions	(4,154)	(4,265)
Investment in associates	14,533	12,036	Finance expense on Murabaha term financing	(2,876)	(5,559)
Other assets	45,998	35,237	Return on equity of investment accountholders before Group's share as a Mudarib and Wakil	(68,425)	(60,186)
Goodwill	25,971	25,971	Group's share as a Mudarib	552	925
TOTAL ASSETS	2,684,571	2,261,353	Group's Wakala fee	31,896	29,926
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST			Share of profit of investment accountholders	(35,977)	(29,335)
LIABILITIES			Net operating income	64,244	57,420
Placements from financial institutions	126,891	116,883	OPERATING EXPENSES		
Customers' current accounts	482,739	363,970	Staff cost	17,033	14,759
Murabaha term financing	100,216	221,671	Premises cost	1,866	2,293
Other liabilities	53,789	52,282	Depreciation	1,283	1,882
TOTAL LIABILITIES	763,635	754,806	Other operating expenses	13,675	11,091
EQUITY OF INVESTMENT ACCOUNTHOLDERS			Total operating expenses	33,857	30,025
Wakala from financial institutions	299,607	264,784	PROFIT BEFORE IMPAIRMENT ALLOWANCES	30,387	27,395
Wakala and Mudaraba from customers	1,324,570	960,596	Net impairment charge	(9,163)	(18,277)
TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS	1,624,177	1,225,380	NET PROFIT FOR THE YEAR	21,224	9,118
OWNERS' EQUITY			ATTRIBUTABLE TO:		
Share capital	241,972	230,450	- Shareholders of the Bank	21,367	9,142
Treasury shares	(12,473)	(7,530)	- Non-controlling interest	(143)	(24)
Share premium	209	12,209		21,224	9,118
Retained earnings / Accumulated loss	19,531	(5,549)	Basic and diluted earnings per share (fils)	9.1	3.9
Reserves	47,012	51,186			
Total owners' equity	296,251	280,766			
Non-controlling interest	508	401			
TOTAL EQUITY	296,759	281,167			
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	2,684,571	2,261,353			

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	31 December 2021	31 December 2020
	BD '000	BD '000
Balance as of 1 January	281,167	320,074
Impact of adopting FAS 32	57	-
Balance as at 1 January 2021 (restated)	281,224	-
Net profit for the year	21,224	9,118
Movement in fair value	(312)	1,587
Movement from reserve to income statement	(483)	(241)
Foreign currency re-translation	(201)	(561)
Total recognised income and expense	20,228	9,903
Cash dividend for the year 2019	-	(8,551)
Modification loss	-	(24,768)
Subsidy from government	-	2,143
Purchase of treasury shares	(4,943)	(772)
Movements in non-controlling interest	250	(274)
Transactions with non-controlling interest	-	(16,588)
Balance at 31 December	296,759	281,167

CONSOLIDATED STATEMENT OF CASH FLOWS	31 December 2021	31 December 2020
	BD '000	BD '000
Net cash from / (used in) operating activities	453,966	(31,326)
Net cash used in investing activities	(222,127)	(38,854)
Net cash (used in) / from financing activities	(127,537)	62,316
NET CHANGE IN CASH AND CASH EQUIVALENTS	104,302	(7,864)
Cash and cash equivalents at 1 January	291,645	299,509
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	395,947	291,645

These consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors dated 12 February 2022.

H.E. Shaikh Khalid bin Mustahil Al Mashani
Chairman

Matar Mohamed Al Blooshi
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer