

Al Salam Bank-Bahrain B.s.c.

Interim Condensed Consolidated Financial Statements for the period ended 30 June 2014
These were extracted from the interim condensed consolidated financial statements on which Ernst & Young issued an unqualified review report dated 6th August 2014.



INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	(Reviewed)	(Audited)	INTERIM CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 30 June 2014	Three months ended 30 June 2013	Six months ended 30 June 2014	Six months ended 30 June 2013
	30 June 2014	31 December 2013		BD '000	BD '000	BD '000	BD '000
ASSETS	BD '000	BD '000	OPERATING INCOME				
Cash and balances with banks and Central Bank of Bahrain	237,633	86,097	Income from financing contracts and sukuk	16,946	7,663	24,227	15,626
Central Bank of Bahrain Sukuk	108,859	102,937	Gains on sale of investments and sukuk	232	1,097	2,399	1,972
Murabaha and Wakala receivables from banks	221,961	118,227	Income from investments	405	563	1,009	1,445
Corporate Sukuk	112,267	91,106	Fair value changes on FVTPL investments	494	135	2,105	246
Murabaha financing	200,898	147,616	Dividend income	27	81	324	405
Mudaraba financing	129,943	114,084	Foreign exchange gains	453	202	686	386
Ijarah Muntahia Bittamleek	112,929	110,631	Fees, commission and other income	2,960	801	3,399	1,085
Musharaka	11,898	19,145		21,517	10,542	34,149	21,165
Assets under conversion	446,527	-	Profit on Murabaha and Wakala payables to banks	(270)	(162)	(479)	(349)
Non-trading investments	149,544	125,923	Profit on Wakala payables to non-banks	(7,904)	(4,355)	(12,013)	(8,576)
Investment properties	81,323	77,736	Profit on Term financing	(263)	-	(497)	-
Development properties	54,466	63,399	Profit relating to equity of investment accountholders	(48)	(36)	(90)	(67)
Investment in associates	11,075	8,537	Total operating income	13,032	5,989	21,070	12,173
Other assets	31,774	22,814	OPERATING EXPENSES				
Assets held-for-sale	40,862	-	Staff costs	3,998	1,396	5,667	2,776
Goodwill	12,773	-	Premises and equipment cost	719	291	977	602
TOTAL ASSETS	1,964,732	1,088,252	Depreciation	883	69	949	139
			Other operating expenses	2,671	850	3,972	1,719
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY			Total operating expenses	8,271	2,606	11,565	5,236
LIABILITIES			PROFIT BEFORE PROVISIONS AND RESULTS OF ASSOCIATES AND JOINT VENTURES				
Murabaha and Wakala payables to banks	138,273	106,796		4,761	3,383	9,505	6,937
Wakala payables to non-banks	828,056	584,365	Share of (loss) / profit from associates and joint ventures	(89)	-	143	-
Customers' current accounts	218,889	70,532	Provisions for impairment-net	(446)	(414)	(1,329)	(915)
Term financing	23,796	23,637	NET PROFIT FOR THE PERIOD	4,226	2,969	8,319	6,022
Liabilities under conversion	335,360	-	<i>Attributable to:</i>				
Liabilities relating to assets held-for-sale	26,066	-	-Shareholders of the Bank	4,151	2,969	8,167	6,022
Other liabilities	45,180	30,979	-Non-controlling interest	75	-	152	-
TOTAL LIABILITIES	1,615,620	816,309		4,226	2,969	8,319	6,022
EQUITY OF INVESTMENT ACCOUNTHOLDERS	30,502	25,846	WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	2,135,882	1,491,372	1,821,521	1,491,372
OWNERS' EQUITY			BASIC AND DILUTED EARNINGS PER SHARE (FILS)	2.0	2.0	4.6	4.0
Share capital	214,093	149,706	OTHER COMPREHENSIVE INCOME (REVIEWED)				
Treasury stock	-	(492)		Three months ended 30 June 2014	Three months ended 30 June 2013	Six months ended 30 June 2014	Six months ended 30 June 2013
Reserves and retained earnings	97,304	78,580	Net profit for the period	BD '000	BD '000	BD '000	BD '000
Proposed appropriations	-	7,485		4,226	2,969	8,319	6,022
Total equity attributable to shareholders of the Bank	311,397	235,279	Other comprehensive income				
Non-controlling interest	7,213	10,818	Items to be reclassified to profit or loss in subsequent periods:				
TOTAL OWNERS' EQUITY	318,610	246,097	Net changes in fair value	1,305	(604)	1,157	(674)
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,964,732	1,088,252	Exchange differences on investment in associates	(85)	(97)	(117)	(81)
			Other comprehensive income / (loss) for the period	1,220	(701)	1,040	(755)
INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (REVIEWED)			Total comprehensive income for the period	5,446	2,268	9,359	5,267
	Six months ended 30 June 2014	Six months ended 30 June 2013	<i>Attributable to:</i>				
Balance as of 1 January	246,097	208,065	Equity holders of the Bank	5,371	2,268	9,207	5,267
Net profit for the period	8,319	6,022	Non-controlling interest	75	-	152	-
Net change in fair value	1,157	(674)		5,446	2,268	9,359	5,267
Changes on investment in associates	(117)	(81)	INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)				
Dividend paid	(7,446)	(7,446)		Six months ended 30 June 2014	Six months ended 30 June 2013		
Shares issued on acquisition	72,886	-	Net cash from operating activities	BD '000	BD '000		
Share issue expenses	(125)	-	Net cash from (used in) investing activities	145,771	30,945		
Net movements in non-controlling interest	(3,915)	-	Net cash used in financing activities	124,954	(10,111)		
Sale of treasury stock	1,754	-	NET CHANGE IN CASH AND CASH EQUIVALENTS	(9,276)	(2,308)		
Balance at 30 June	318,610	205,886	Cash and cash equivalents at 1 January	261,449	18,526		
			CASH AND CASH EQUIVALENTS AT 30 June	171,040	149,013		
				432,489	167,539		

These interim condensed consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on 6th August 2014.

Shaikha Hessa bint Khalifa Al Khalifa
Chairperson of the Board

Yousif Taqi
Director & CEO