

Al Baraka Banking Group (B.S.C.)
INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
31 March 2018 (Reviewed)



INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
At 31 March 2018 (Reviewed)

	31 March 2018 US\$ '000	Audited 31 December 2017 US\$ '000
ASSETS		
Cash and balances with banks	5,151,640	5,430,085
Receivables	11,741,865	12,001,050
Mudaraba and Musharaka financing	2,712,367	2,377,654
Investments	2,653,520	2,888,334
Ijarah Muntahia Bittamleek	1,860,746	1,856,018
Property and equipment	409,167	430,192
Other assets	577,665	469,878
TOTAL ASSETS	25,106,970	25,453,211
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
LIABILITIES		
Customer current and other accounts	5,261,097	5,465,433
Due to banks	1,044,423	1,322,470
Long term financing	1,217,308	1,236,555
Other liabilities	1,155,181	1,035,983
Total liabilities	8,678,009	9,060,441
EQUITY OF INVESTMENT ACCOUNTHOLDERS	14,075,748	13,882,109
OWNERS' EQUITY		
Share capital	1,242,879	1,206,679
Treasury shares	(9,989)	(9,550)
Share premium	19,029	18,644
Perpetual tier 1 capital	400,000	400,000
Reserves	152,643	199,282
Cumulative changes in fair values	42,212	40,443
Foreign currency translations	(755,014)	(706,242)
Retained earnings	505,624	530,615
Proposed appropriations	-	60,334
Equity attributable to parent's shareholders and Sukukholders	1,597,384	1,740,205
Non-controlling interest	755,829	770,456
Total owners' equity	2,353,213	2,510,661
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	25,106,970	25,453,211

INTERIM CONSOLIDATED STATEMENT OF INCOME
For the three months ended 31 March 2018 (Reviewed)

	Three months ended	
	31 March 2018 US\$ '000	31 March 2017 US\$ '000
INCOME		
Net income from jointly financed contracts and investments	330,164	296,777
Return on equity of investment accountholders before Group's share as a Mudarib	(282,975)	(251,483)
Group's share as a Mudarib	96,567	92,269
Return on equity of investment accountholders	(186,408)	(159,214)
Group's share of income from equity of investment accountholders (as a Mudarib and Rabalmal)	143,756	137,563
Mudarib share for managing off-balance sheet equity of investment accountholders	727	281
Net income from self-financed contracts and investments	75,504	88,045
Fees and commission income	50,279	39,665
Other operating income	7,801	3,762
Profit paid on long term financing	278,067	269,316
(21,449)	(20,445)	
TOTAL OPERATING INCOME	256,618	248,871
OPERATING EXPENSES		
Staff expenses	89,446	85,169
Depreciation and amortisation	11,543	11,559
Other operating expenses	60,511	50,996
TOTAL OPERATING EXPENSES	161,500	147,724
NET INCOME FOR THE PERIOD BEFORE NET ALLOWANCE FOR CREDIT LOSSES AND TAXATION	95,118	101,147
Net allowance for credit losses / impairment	(13,475)	(28,912)
NET INCOME FOR THE PERIOD BEFORE TAXATION	81,643	72,235
Taxation	(24,674)	(20,725)
NET INCOME FOR THE PERIOD	56,969	51,510
Attributable to:		
Equity holders of the parent	34,992	34,003
Non-controlling interest	21,977	17,507
	56,969	51,510
	2.84	2.76
Basic and diluted earnings per share - US cents		

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
For the three months ended 31 March 2018 (Reviewed)

	Attributable to equity holders of the parent and Sukuk holders US\$ '000	Non-controlling interest US\$ '000	Total owner's equity US\$ '000
At 1 January 2018	1,740,205	770,456	2,510,661
Transition adjustment on adoption of IAS 30 as of 1 January 2018	(102,660)	(49,177)	(151,837)
Restated balance as of 1 January 2018	1,637,545	721,279	2,358,824
Dividends	(24,134)	-	(24,134)
Bonus shares issued	(36,200)	-	(36,200)
Net movement in treasury shares	(54)	-	(54)
Net movement in cumulative changes in fair values	1,769	730	2,499
Foreign currency translations	(48,772)	(21,696)	(70,468)
Net income for the period	34,992	21,977	56,969
Dividends of subsidiaries	(3,962)	(16,461)	(16,461)
Allocation of Zakah	-	50,000	(3,962)
Net movement in non-controlling interest	-	50,000	50,000
At 31 March 2018	1,597,384	755,829	2,353,213
At 1 January 2017	1,280,958	727,623	2,008,581
Dividends	(11,396)	-	(11,396)
Net movement in treasury shares	(25)	-	(25)
Net movement in cumulative changes in fair values	(552)	(187)	(739)
Net movement in other reserves	(920)	(456)	(1,376)
Foreign currency translations	(4,405)	(5,607)	(10,012)
Net income for the period	34,003	17,507	51,510
Dividends of subsidiaries	-	(5,971)	(5,971)
Allocation of Zakah	(4,021)	-	(4,021)
Effects of acquisition of non-controlling interest	-	(1,065)	(1,065)
At 31 March 2017	1,293,642	731,844	2,025,486

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the three months ended 31 March 2018 (Reviewed)

	Three months ended	
	31 March 2018 US\$ '000	31 March 2017 US\$ '000
Net cash (used in) from operating activities	(34,491)	181,366
Net cash from (used in) investing activities	154,255	(296,304)
Net cash used in financing activities	(57,265)	(11,904)
Foreign currency translation adjustments	(72,277)	(10,013)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(9,778)	(136,855)
Cash and cash equivalents at 1 January	2,861,186	2,851,959
CASH AND CASH EQUIVALENTS AT 31 MARCH	2,851,408	2,715,104

Saleh Abdullah Kamel
Chairman

Annan Ahmed Yousif
Member of the Board and President and Chief Executive



The above Interim Condensed Consolidated Financial Statements, have been extracted from the Interim Condensed Consolidated Financial Statements reviewed by Ernst & Young-Bahrain. These statements are available in full detail on the website indicated below.

3 continents

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