

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 At 30 September 2017 (Reviewed)

	Audited	
	30 September 2017 US\$ '000	31 December 2016 US\$ '000
ASSETS		
Cash and balances with banks	4,825,295	5,073,418
Receivables	12,038,394	11,423,448
Mudaraba and Musharaka financing	2,171,030	1,582,396
Investments	3,051,168	2,629,131
Ijarah Muntahia Bittamleek	1,854,927	1,830,339
Property and equipment	430,365	417,295
Other assets	493,485	469,238
TOTAL ASSETS	24,864,664	23,425,265
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
LIABILITIES		
Customer current and other accounts	5,192,846	4,983,772
Due to banks	1,224,382	918,395
Long term financing	1,147,412	1,381,256
Other liabilities	803,014	856,467
Total liabilities	8,367,654	8,139,890
EQUITY OF INVESTMENT ACCOUNTHOLDERS	14,001,511	13,276,794
OWNERS' EQUITY		
Share capital	1,206,679	1,149,218
Treasury shares	(10,480)	(9,588)
Share premium	19,259	18,574
Perpetual tier 1 capital	400,000	-
Reserves	183,213	181,971
Cumulative changes in fair values	40,620	41,271
Foreign currency translations	(677,037)	(666,719)
Retained earnings	587,118	497,374
Proposed appropriations	-	68,857
Equity attributable to parent's shareholders and Sukuk holders	1,749,372	1,280,958
Non-controlling interest	746,127	727,623
Total owners' equity	2,495,499	2,008,581
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	24,864,664	23,425,265

INTERIM CONSOLIDATED STATEMENT OF INCOME
 For the nine months ended 30 September 2017 (Reviewed)

	Three months ended		Nine months ended	
	30 September	30 September	30 September	30 September
	2017 US\$ '000	2016 US\$ '000	2017 US\$ '000	2016 US\$ '000
INCOME				
Net income from jointly financed contracts and investments	321,334	346,602	913,654	1,002,288
Return on equity of investment accountholders before Group's share as a Mudarib	(274,962)	(275,509)	(774,688)	(837,250)
Group's share as a Mudarib	94,188	91,135	267,805	293,604
Return on equity of investment accountholders	(180,774)	(184,374)	(506,883)	(543,646)
Group's share of income from equity of investment accountholders (as a Mudarib and Rabalmal)	140,560	162,228	406,771	458,642
Mudarib share for managing off-balance sheet equity of investment accountholders	115	654	4,275	2,457
Net income from self financed contracts and investments	67,443	60,862	255,871	210,282
Fees and commission income	37,503	30,378	116,858	132,527
Other operating income	5,179	18,107	13,333	48,610
Profit paid on long term financing	250,800	272,229	797,108	852,518
TOTAL OPERATING INCOME	230,778	250,684	735,186	788,302
OPERATING EXPENSES				
Staff expenses	76,299	76,673	237,335	250,629
Depreciation and amortization	11,759	2,184	35,244	32,917
Other operating expenses	43,682	46,233	144,161	143,654
TOTAL OPERATING EXPENSES	131,740	125,090	416,740	427,200
NET INCOME FOR THE PERIOD BEFORE NET PROVISIONS AND TAXATION	99,038	125,594	318,446	361,702
Net provisions	(39,127)	(39,157)	(97,895)	(76,686)
NET INCOME FOR THE PERIOD BEFORE TAXATION	59,911	86,437	220,551	285,016
Taxation	(18,812)	(25,644)	(66,504)	(81,176)
NET INCOME FOR THE PERIOD	41,099	60,793	154,047	203,840
Attributable to:				
Equity holders of the parent	26,797	35,035	96,545	116,421
Non-controlling interest	14,302	25,758	57,502	87,419
	41,099	60,793	154,047	203,840
Basic and diluted earnings per share - US cents	2.24	2.93	8.07	9.72

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 For the nine months ended 30 September 2017 (Reviewed)

	30 September 2017 US\$ '000	30 September 2016 US\$ '000
Net cash from operating activities	182,038	965,402
Net cash used in investing activities	(444,849)	(351,962)
Net cash from (used in) financing activities	114,301	(192,245)
Foreign currency translation adjustments	(14,850)	(78,856)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(163,360)	342,339
Cash and cash equivalents at 1 January	2,851,959	2,292,689
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	2,688,599	2,635,028

INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY
 For the nine months ended 30 September 2017 (Reviewed)

	Attributable to equity holders of the parent and Sukuk holders		Non-controlling interest	Total owners' equity
	US\$ '000	US\$ '000		
At 1 January 2017	1,280,958	727,623	-	2,008,581
Dividends	(11,396)	-	-	(11,396)
Net movement in treasury shares	(207)	-	-	(207)
Net movement in cumulative changes in fair values	(651)	(677)	-	(1,328)
Net movement in other reserves	1,242	903	-	2,145
Foreign currency translations	(10,318)	(4,533)	-	(14,851)
Net income for the period	96,545	57,502	-	154,047
Dividends of subsidiaries	-	(31,941)	-	(31,941)
Allocation of Zakah	(4,021)	-	-	(4,021)
Perpetual tier 1 capital	400,000	-	-	400,000
Expenses related to perpetual tier 1 capital	(2,780)	-	-	(2,780)
Net movement in non-controlling interest	-	(2,750)	-	(2,750)
At 30 September 2017	1,749,372	746,127	-	2,495,499
At 1 January 2016	1,356,402	738,181	-	2,094,583
Dividends	(22,143)	-	-	(22,143)
Net movement in treasury shares	229	-	-	229
Net movement in cumulative changes in fair values	(389)	(140)	-	(529)
Net movement in other reserves	(1,612)	(1,501)	-	(3,113)
Foreign currency translations	(45,169)	(33,687)	-	(78,856)
Net income for the period	116,421	87,419	-	203,840
Dividends of subsidiaries	-	(31,424)	-	(31,424)
Allocation of Zakah	(6,632)	-	-	(6,632)
Effects of acquisition of non-controlling interest	-	(1,040)	-	(1,040)
At 30 September 2016	1,397,107	757,808	-	2,154,915

Abdulla A. Saudi
 Vice Chairman

Adnan 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.

