

Al Baraka Banking Group (B.S.C.)

CONSOLIDATED FINANCIAL STATEMENTS



INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 September 2021 (Reviewed)

	(Reviewed) 30 September 2021 US\$ '000	(Audited) 31 December 2020 US\$ '000
ASSETS		
Cash and balances with banks	5,881,048	5,361,444
Receivables	11,909,106	11,945,993
Mudaraba and Musharaka financing	3,453,386	2,854,658
Ijarah Muntahia Bittamleek	1,950,785	1,747,627
Investments	4,288,659	5,097,189
Property and equipment	513,716	478,572
Other assets	648,754	764,516
TOTAL ASSETS	28,645,454	28,249,999
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND EQUITY		
LIABILITIES		
Customer current and other accounts	7,404,889	7,508,344
Due to banks	1,381,121	1,642,085
Long term financing	451,237	319,364
Other liabilities	1,186,840	1,328,101
TOTAL LIABILITIES	10,424,086	10,797,416
EQUITY OF INVESTMENT ACCOUNTHOLDERS		
Financial institutions	663,545	538,177
Non-financial institutions and individuals	15,415,995	14,692,012
Total equity of investment acountholders	16,079,540	15,230,189
EQUITY		
Share capital	1,242,879	1,242,879
Treasury shares	(16,258)	(17,462)
Share premium	17,526	18,084
Reserves	183,744	183,121
Cumulative changes in fair value	34,233	32,940
Foreign currency translation reserve	(891,452)	(800,489)
Retained earnings	440,287	364,496
Equity attributable to parent's shareholders	1,010,959	1,023,569
Perpetual tier 1 capital	400,000	400,000
Equity attributable to parent's shareholders and Sukuk holders	1,410,959	1,423,569
Non-controlling interest	730,866	798,825
TOTAL EQUITY	2,141,827	2,222,394
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND EQUITY	28,645,454	28,249,999

CONDENCED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS For the nine months ended 30 September 2021 (Reviewed)

	Nine months ended	
	30 September 2021 US\$ '000	30 September 2020 US\$ '000
Net cash (used in) from operating activities	(529,607)	1,430,942
Net cash from (used in) investing activities	773,981	(1,466,305)
Net cash from (used in) financing activities	89,013	(75,648)
Foreign currency translation adjustments	(186,035)	(228,425)
NET CHANGE IN CASH AND CASH EQUIVALENTS	147,352	(339,436)
Cash and cash equivalents at 1 January	2,778,177	2,926,184
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	2,925,529	2,586,748

INTERIM CONSOLIDATED STATEMENT OF INCOME For the nine months ended 30 September 2021 (Reviewed)

	Three months ended		Nine months ended	
	30 September 2021 US\$ '000	30 September 2020 US\$ '000	30 September 2021 US\$ '000	30 September 2020 US\$ '000
INCOME				
Net income from jointly financed contracts and investments	336,542	316,059	973,212	984,420
Return on equity of investment acountholders before Group's share as a Mudarib	(272,737)	(257,847)	(798,517)	(830,783)
Group's share as a Mudarib	95,867	94,057	268,874	299,550
Return on equity of investment acountholders	(176,870)	(163,790)	(529,643)	(531,233)
Group's share of income from equity of investment acountholders (as a Mudarib and Rabalmal)	159,672	152,269	443,569	453,187
Mudarib share for managing off-balance sheet equity of investment acountholders	536	1,549	6,579	9,452
Net income from self financed contracts and investments	34,953	78,698	111,855	203,684
Fees and commission income	45,847	59,159	132,979	123,853
Other operating income	(4,023)	783	49,675	73,083
Profit on long term financing	236,985	292,458	744,657	863,259
	(7,287)	(5,929)	(21,092)	(24,019)
TOTAL OPERATING INCOME	229,698	286,529	723,565	839,240
OPERATING EXPENSES				
Staff expenses	69,667	71,756	218,249	231,423
Depreciation and amortisation	15,107	9,605	51,669	29,322
Other operating expenses	37,406	47,534	124,853	146,272
TOTAL OPERATING EXPENSES	122,180	128,895	394,771	407,017
NET INCOME FOR THE PERIOD BEFORE NET ALLOWANCE FOR EXPECTED CREDIT LOSSES / IMPAIRMENT AND TAXATION				
	107,518	157,634	328,794	432,223
Net allowance for expected credit losses / impairment	(31,726)	(90,579)	(115,432)	(217,249)
NET INCOME FOR THE PERIOD BEFORE TAXATION	75,792	67,055	213,362	214,974
Taxation	(23,220)	(25,094)	(67,008)	(82,638)
NET INCOME FOR THE PERIOD	52,572	41,961	146,354	132,336
Attributable to:				
Equity holders of the parent	36,768	19,873	89,430	66,960
Non-controlling interest	15,804	22,088	56,924	65,376
	52,572	41,961	146,354	132,336
Basic and diluted earnings per share - US cents				
	3.04	1.62	6.09	4.15

CONDENCED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the nine months ended 30 September 2021 (Reviewed)

	Equity attribut- able to parent's shareholders and Sukuk holders US\$ '000	Non-controlling interest US\$ '000	Total equity US\$ '000
At 1 January 2021	1,423,569	798,825	2,222,394
Net movement in treasury shares	(59)	-	(59)
Net movement in other reserves	623	907	1,530
Net movement in cumulative changes in fair values	1,293	166	1,459
Foreign currency translations	(90,963)	(95,072)	(186,035)
Net income for the period	89,430	56,924	146,354
Dividends of subsidiaries	-	(17,969)	(17,969)
Allocation of Zakah	(1,015)	-	(1,015)
Profit distribution on perpetual tier 1 capital	(15,750)	-	(15,750)
Movement related to subsidiaries' tier 1 capital	3,831	(12,706)	(8,875)
Net movement in non-controlling interest	-	(207)	(207)
At 30 September 2021	1,410,959	730,868	2,141,827
At 1 January 2020	1,467,212	855,978	2,323,190
Dividends	(24,858)	-	(24,858)
Net movement in treasury shares	347	-	347
Net movement in other reserves	(1,136)	(2,042)	(3,178)
Net movement in cumulative changes in fair values	397	213	610
Foreign currency translations	(102,473)	(125,952)	(228,425)
Net income for the period	66,960	65,376	132,336
Dividends of subsidiaries	-	(12,712)	(12,712)
Allocation of Zakah	(1,656)	-	(1,656)
Profit distribution on perpetual tier 1 capital	(15,750)	-	(15,750)
Movement related to subsidiaries' tier 1 capital	7,229	(12,706)	(5,477)
Modification loss net of government assistance	(6,370)	(552)	(6,922)
Effect of change in ownership	237	(237)	-
Net movement in non-controlling interest	-	(408)	(408)
At 30 September 2020	1,390,139	766,958	2,157,097

Abdullah Saleh Kamel
Chairman

Mazin Manna
Member of the Board and Group Chief Executive Officer

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 web site indicated below.

Your Partner Bank

3 continents

17 countries

686 branches

albaraka.com
Al Baraka Banking Group B.S.C.
Al Baraka Headquarters - Bahrain Bay
P.O. BOX 1882, Manama - Kingdom of Bahrain, C.R. 48915
(Licensed as an Islamic Wholesale Bank by CBB)