

Interim Consolidated Statement of Financial Position

30 September 2022 (Reviewed) All figures in US\$ Million

	Reviewed	(Restated) Audited
	30 September 2022	31 December 2021
ASSETS		
Liquid funds	2,056	2,626
Trading securities	811	902
Placements with banks and other financial institutions	2,486	3,031
Securities bought under repurchase agreements	1,240	698
Non-trading investments	7,587	8,390
Loans and advances	17,350	16,716
Other assets	3,022	2,219
Premises and equipment	279	319
TOTAL ASSETS	34,831	34,901
LIABILITIES		
Deposits from customers	21,175	20,734
Deposits from banks	3,521	4,388
Certificates of deposit	493	725
Securities sold under repurchase agreements	1,703	2,011
Taxation	70	83
Other liabilities	2,133	1,514
Borrowings	1,240	1,211
Total liabilities	30,335	30,666
EQUITY		
Share capital	3,110	3,110
Treasury shares	(6)	(6)
Statutory reserve	530	530
Retained earnings	1,111	1,055
Other reserves	(1,040)	(817)
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,705	3,872
Additional / perpetual tier-1 capital	390	-
Equity attributable to the shareholders of the parent and perpetual instrument holders	4,095	3,872
Non-controlling interests	401	363
Total equity	4,496	4,235
TOTAL LIABILITIES AND EQUITY	34,831	34,901

Interim Condensed Consolidated Statement of Cash Flows

Nine-month period ended 30 September 2022 (Reviewed) All figures in US\$ Million

	Reviewed	
	Nine months ended 30 September	
	2022	2021
OPERATING ACTIVITIES		
Net cash (used in) from operating activities*	(418)	1,256
INVESTING ACTIVITIES		
Net cash from (used in) investing activities	112	(665)
FINANCING ACTIVITIES		
Net cash used in financing activities	(201)	(68)
Net change in cash and cash equivalents	(507)	523
Effect of exchange rate changes on cash and cash equivalents	(57)	(26)
Cash and cash equivalents at beginning of the period	2,586	1,752
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD**	2,022	2,249

*This excludes non-cash item amounting to US\$ 390 million, which was converted from deposits from customers to additional / perpetual tier-1 capital instruments during the period.

**Cash and cash equivalents comprises of liquid funds excluding treasury and other eligible bills with original maturities of more than three months amounting to US\$ 34 million (30 September 2021: US\$ 13 million).

Interim Consolidated Statement of Changes In Equity

Nine-month period ended 30 September 2022 (Reviewed)

All figures in US\$ Million

	Equity attributable to the shareholders of the parent									Additional / perpetual tier-1 capital	Non-controlling interests	Total equity
	Other reserves											
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	Foreign exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve	Total			
At 31 December 2021	3,110	(6)	530	1,055	100	(950)	63	(30)	3,872	-	363	4,235
Profit for the period	-	-	-	114	-	-	-	-	114	-	41	155
Other comprehensive (loss) income for the period	-	-	-	-	-	(95)	(128)	-	(223)	-	11	(212)
Total comprehensive income (loss) for the period	-	-	-	114	-	(95)	(128)	-	(109)	-	52	(57)
Dividend**	-	-	-	(31)	-	-	-	-	(31)	-	-	(31)
Issue of additional / perpetual tier-1 capital	-	-	-	-	-	-	-	-	-	390	-	390
Interest paid on additional / perpetual tier-1 capital	-	-	-	(9)	-	-	-	-	(9)	-	-	(9)
Other equity movements in subsidiaries	-	-	-	(18)	-	-	-	-	(18)	-	(14)	(32)
At 30 September 2022 (reviewed)	3,110	(6)	530	1,111	100	(1,045)	(65)	(30)	3,705	390	401	4,496
At 31 December 2020	3,110	(6)	520	965	100	(902)	20	(40)	3,767	-	377	4,144
Profit for the period	-	-	-	80	-	-	-	-	80	-	21	101
Other comprehensive (loss) income for the period	-	-	-	-	-	(27)	39	-	12	-	(12)	-
Total comprehensive income (loss) for the period	-	-	-	80	-	(27)	39	-	92	-	9	101
Other equity movements in subsidiaries	-	-	-	1	-	-	-	-	1	-	(17)	(16)
At 30 September 2021 (reviewed)	3,110	(6)	520	1,046	100	(929)	59	(40)	3,860	-	369	4,229

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 517 million (31 December 2021: US\$ 510 million).

** A dividend of US\$ 0.01 per share (2020: Nil) was approved for payment at the Annual General Meeting held on 23 March 2022 and paid during the period.

Interim Consolidated Statement of Profit or Loss

Nine-month period ended 30 September 2022 (Reviewed) All figures in US\$ Million

	Reviewed		Reviewed	
	Three months ended 30 September		Nine months ended 30 September	
	2022	2021	2022	2021
OPERATING INCOME				
Interest and similar income	539	373	1,435	848
Interest and similar expense	(345)	(214)	(871)	(429)
Net interest income	194	159	564	419
Other operating income	77	60	227	207
Total operating income	271	219	791	626
OPERATING EXPENSES				
Staff	109	88	308	244
Premises and equipment	13	13	40	36
Other	41	46	146	120
Total operating expenses	163	147	494	400
NET OPERATING PROFIT BEFORE CREDIT LOSS EXPENSE AND TAXATION	108	72	297	226
Credit loss expense	(27)	(29)	(78)	(78)
PROFIT BEFORE TAXATION	81	43	219	148
Taxation charge on foreign operations	(22)	(11)	(64)	(47)
PROFIT FOR THE PERIOD	59	32	155	101
Profit attributable to non-controlling interests	(15)	(7)	(41)	(21)
PROFIT ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	44	25	114	80
BASIC AND DILUTED EARNINGS PER SHARE (EXPRESSED IN US\$)	0.01	0.01	0.04	0.03

Interim Consolidated Statement of Comprehensive Income

Nine-month period ended 30 September 2022 (Reviewed) All figures in US\$ Million

	Reviewed		Reviewed	
	Three months ended 30 September		Nine months ended 30 September	
	2022	2021	2022	2021
PROFIT FOR THE PERIOD	59	32	155	101
Other comprehensive income (loss):				
Other comprehensive income (loss) that will be reclassified (or recycled) to profit or loss in subsequent periods:				
Foreign currency translation:				
Unrealised loss on exchange translation in foreign subsidiaries	(55)	(80)	(84)	(39)
Debt instruments at FVOCI:				
Net change in fair value during the period	(6)	(3)	(128)	39
Other comprehensive loss for the period	(61)	(83)	(212)	-
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	(2)	(51)	(57)	101
Attributable to:				
Shareholders of the parent	(6)	(29)	(109)	92
Non-controlling interests	4	(22)	52	9
	(2)	(51)	(57)	101

The above interim consolidated statement of financial position, interim consolidated statement of profit or loss, interim consolidated statement of comprehensive income, interim condensed consolidated statement of cash flows, and the interim consolidated statement of changes in equity have been extracted from the Interim Condensed Consolidated Financial Statements of Arab Banking Corporation (B.S.C.) for the period ended 30th September 2022, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 13th November 2022.