

Interim Consolidated Statement of Financial Position

31 March 2024 (Reviewed) All figures in US\$ Million

	Reviewed	
	31 March 2024	Audited 31 December 2023
ASSETS		
Liquid funds	2,356	4,466
Trading securities	1,352	1,070
Placements with banks and other financial institutions	2,116	2,231
Securities bought under repurchase agreements	1,482	2,191
Non-trading investments	11,916	11,368
Loans and advances	18,675	19,096
Other assets	3,298	3,210
Premises and equipment	240	260
TOTAL ASSETS	41,435	43,892
LIABILITIES		
Deposits from customers	22,040	23,705
Deposits from banks	4,448	4,135
Certificates of deposit	230	142
Securities sold under repurchase agreements	5,808	6,933
Taxation	116	146
Other liabilities	2,687	2,724
Borrowings	1,399	1,303
Total liabilities	36,728	39,088
EQUITY		
Share capital	3,110	3,110
Treasury shares	(6)	(6)
Statutory reserve	569	569
Retained earnings	1,283	1,283
Other reserves	(1,149)	(1,046)
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,807	3,910
Additional / perpetual tier-1 capital	390	390
Equity attributable to the shareholders of the parent and perpetual instrument holders	4,197	4,300
Non-controlling interests	510	504
Total equity	4,707	4,804
TOTAL LIABILITIES AND EQUITY	41,435	43,892

Interim Condensed Consolidated Statement of Cash Flows

Three-month period ended 31 March 2024 (Reviewed) All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2024	2023
OPERATING ACTIVITIES		
Net cash used in operating activities	(1,521)	(1,586)
INVESTING ACTIVITIES		
Net cash (used in) from investing activities	(655)	434
FINANCING ACTIVITIES		
Net cash from (used in) financing activities	97	(123)
Net change in cash and cash equivalents	(2,079)	(1,275)
Effect of exchange rate changes on cash and cash equivalents	(31)	(27)
Cash and cash equivalents at beginning of the period	4,466	2,848
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	2,356	1,546

Interim Consolidated Statement of Profit or Loss

Three-month period ended 31 March 2024 (Reviewed) All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2024	2023
OPERATING INCOME		
Interest and similar income	827	661
Interest and similar expense	(594)	(438)
Net interest income	233	223
Other operating income	110	76
Total operating income	343	299
OPERATING EXPENSES		
Staff	122	108
Premises and equipment	14	13
Other	62	53
Total operating expenses	198	174
NET OPERATING PROFIT BEFORE CREDIT LOSS EXPENSE AND TAXATION	145	125
Credit loss expense	(36)	(43)
PROFIT BEFORE TAXATION	109	82
Taxation charge on foreign operations	(18)	(11)
PROFIT FOR THE PERIOD	91	71
Profit attributable to non-controlling interests	(16)	(11)
PROFIT ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	75	60
BASIC AND DILUTED EARNINGS PER SHARE (EXPRESSED IN US\$)	0.02	0.02

Interim Consolidated Statement of Comprehensive Income

Three-month period ended 31 March 2024 (Reviewed) All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2024	2023
PROFIT FOR THE PERIOD	91	71
Other comprehensive income (loss):		
<i>Other comprehensive income (loss) that will be reclassified (or recycled) to profit or loss in subsequent periods:</i>		
Foreign currency translation:		
Unrealised loss on exchange translation in foreign subsidiaries	(155)	(27)
Debt instruments at FVOCI:		
Net change in fair value during the period	39	(28)
	(116)	(55)
Other comprehensive income (loss) that will not be reclassified (or recycled) to profit or loss in subsequent periods:		
Net change in fair value of FVOCI equity securities during the period	(2)	4
	(2)	4
Other comprehensive loss for the period	(118)	(51)
TOTAL COMPREHENSIVE (LOSS) INCOME FOR THE PERIOD	(27)	20
Attributable to:		
Shareholders of the parent	(28)	(1)
Non-controlling interests	1	21
	(27)	20

Interim Consolidated Statement of Changes in Equity

Three-month period ended 31 March 2024 (Reviewed) All figures in US\$ Million

	Equity attributable to the shareholders of the parent								Additional / perpetual tier-1 capital	Non-controlling interests	Total equity	
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	Other reserves						Total
						Foreign exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve				
At 31 December 2023	3,110	(6)	569	1,283	100	(1,126)	13	(33)	3,910	390	504	4,804
Profit for the period	-	-	-	75	-	-	-	-	75	-	16	91
Other comprehensive (loss) income for the period	-	-	-	-	-	(140)	37	-	(103)	-	(15)	(118)
Total comprehensive income (loss) for the period	-	-	-	75	-	(140)	37	-	(28)	-	1	(27)
Dividend**	-	-	-	(70)	-	-	-	-	(70)	-	(8)	(78)
Interest paid on additional / perpetual tier-1 capital	-	-	-	(9)	-	-	-	-	(9)	-	-	(9)
Other equity movements in subsidiaries	-	-	-	4	-	-	-	-	4	-	13	17
At 31 March 2024 (reviewed)	3,110	(6)	569	1,283	100	(1,266)	50	(33)	3,807	390	510	4,707
At 31 December 2022	3,110	(6)	545	1,125	100	(1,114)	(22)	(33)	3,705	390	426	4,521
Profit for the period	-	-	-	60	-	-	-	-	60	-	11	71
Other comprehensive (loss) income for the period	-	-	-	-	-	(37)	(24)	-	(61)	-	10	(51)
Total comprehensive income (loss) for the period	-	-	-	60	-	(37)	(24)	-	(1)	-	21	20
Dividend**	-	-	-	(46)	-	-	-	-	(46)	-	(7)	(53)
Interest paid on additional / perpetual tier-1 capital	-	-	-	(9)	-	-	-	-	(9)	-	-	(9)
Other equity movements	-	-	-	4	-	-	-	-	4	-	2	6
At 31 March 2023 (reviewed)	3,110	(6)	545	1,134	100	(1,151)	(46)	(33)	3,653	390	442	4,485

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 558 million (31 December 2023: US\$ 555 million).

** A dividend of US\$ 0.0225 per share (2022: US\$ 0.015 per share) for the year 2023 was approved for payment at the Annual General Meeting held on 24 March 2024.

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 31st March 2024, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 12th May 2024.