

Interim Consolidated Statement of Financial Position

30 September 2020 (Reviewed)

All Figures in US\$ Thousand

	Reviewed 30 September 2020	Audited 31 December 2019
ASSETS		
Cash and bank balances	7,781	16,683
Due from financial institutions	4,926	4,976
Investments	879,699	831,317
Murabaha receivables	1,079,882	1,020,984
Ijarah	173,690	196,689
Equipment	195	254
Other assets	5,811	7,730
TOTAL ASSETS	2,151,984	2,078,633
LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY		
Liabilities		
Other liabilities	73,525	39,970
Murabaha and other payables	393,761	235,365
	467,286	275,335
EQUITY OF INVESTMENT ACCOUNT HOLDERS	1,397,844	1,438,347
Owners' equity		
Share capital	132,500	132,500
Reserves	154,354	232,451
	286,854	364,951
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY	2,151,984	2,078,633

Interim Consolidated Statement of Cash Flows

Nine-months period ended 30 September 2020 (Reviewed)

All Figures in US\$ Thousand

	Reviewed	
	Nine months ended 30 September	
	2020	2019
OPERATING ACTIVITIES		
Net profit for the period	22,341	28,865
Adjustments for:		
Depreciation	66	54
Gain on sale of investments	(2,962)	(1,965)
Allowance for / (reversal of) expected credit losses - net	7,614	(182)
Operating profit before changes in operating assets and liabilities	27,059	26,772
Changes in:		
Due from financial institutions	-	-
Murabaha receivables	(55,965)	(24,864)
Ijarah	20,343	(73,674)
Other assets	1,918	-
Murabaha and other payables	158,396	1,849
Other liabilities	34,354	111,094
Equity of Investment account holders	(40,503)	26,756
Net cash flows from operating activities	145,602	67,933
INVESTING ACTIVITIES		
Purchase of investments	(284,411)	(168,990)
Proceeds from redemption / sale of investments	229,914	126,088
Purchase of equipment	(7)	(316)
Net cash used in investing activities	(54,504)	(43,218)
FINANCING ACTIVITY		
Dividend paid to the shareholder	(100,000)	(24,000)
Cash used in financing activity	(100,000)	(24,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(8,902)	715
Cash and cash equivalents at the beginning of the period	16,683	5,454
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	7,781	6,169

Interim Consolidated Statement of Income

Nine-months period ended 30 September 2020 (Reviewed)

All Figures in US\$ Thousand

	Reviewed		Reviewed	
	Three months ended 30 September		Nine months ended 30 September	
	2020	2019	2020	2019
OPERATING INCOME				
Income from financial institutions	27	300	106	300
Income from investments	4,391	6,261	17,224	21,395
Income from Murabaha receivables	6,556	9,267	22,415	29,093
Ijarah income - net	1,687	2,467	6,080	7,936
	12,661	18,295	45,825	58,724
Profit on Murabaha and other payables	(1,827)	(1,392)	(4,177)	(3,864)
Return on equity of investment account holders	(2,407)	(7,811)	(15,550)	(26,140)
	8,427	9,092	26,098	28,720
Gain on sale of investments	2,223	1,507	2,962	1,965
Fee and commission income - net	1,251	1,732	6,197	3,899
Total operating income	11,901	12,331	35,257	34,584
(Allowance for) / reversal of expected credit losses - net	(2,544)	(500)	(7,614)	182
Net operating income	9,357	11,831	27,643	34,766
OPERATING EXPENSES				
Staff costs	961	1,286	3,486	3,957
Depreciation	22	23	66	54
Other expenses	418	490	1,453	1,601
Total operating expenses	1,401	1,799	5,005	5,612
PROFIT FOR THE PERIOD BEFORE ZAKAH	7,956	10,032	22,638	29,154
Zakah	(99)	(96)	(297)	(289)
NET PROFIT FOR THE PERIOD	7,857	9,936	22,341	28,865

Interim Consolidated Statement Of Changes In Owners' Equity

Nine-months period ended 30 September 2020 (Reviewed)

All Figures in US\$ Thousand

	Reserves					Total owners' equity
	Share capital	Statutory reserve	Investments fair value reserve	Retained earnings	Total reserves	
As at 1 January 2020	132,500	31,348	1,087	200,016	232,451	364,951
Net profit for the period	-	-	-	22,341	22,341	22,341
Cumulative changes in fair value	-	-	(438)	-	(438)	(438)
Dividend Paid	-	-	-	(100,000)	(100,000)	(100,000)
At 30 September 2020 (Reviewed)	132,500	31,348	649	122,357	154,354	286,854
As at 1 January 2019	132,500	27,613	1,306	190,406	219,325	351,825
Net profit for the period	-	-	-	28,865	28,865	28,865
Cumulative changes in fair value	-	-	(175)	-	(175)	(175)
Dividend Paid	-	-	-	(24,000)	(24,000)	(24,000)
At 30 September 2019 (Reviewed)	132,500	27,613	1,131	195,271	224,015	356,515

The above Interim Consolidated Statement of Financial Position, Interim Consolidated Statement of Income, Interim Consolidated Statement of Cash Flows and Interim Consolidated Statement of Changes in Owners' Equity have been extracted from the Interim Condensed Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the period ended 30th September 2020, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 12 November 2020.