

**Interim Consolidated Statement of Financial Position**

As at 30 September 2023 (Reviewed) All Figures in US\$ Thousand

	Reviewed 30 September 2023	Audited 31 December 2022
<b>ASSETS</b>		
Bank balances	26,926	13,080
Investments	952,146	882,235
Murabaha receivables	1,306,271	1,351,965
Ijarah	87,003	93,678
Musharaka financing	5,082	5,087
Equipment	273	132
Other assets	79,638	69,090
<b>TOTAL ASSETS</b>	<b>2,457,339</b>	<b>2,415,267</b>
<b>LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY</b>		
<b>Liabilities</b>		
Murabaha and other payables	287,469	234,539
Other liabilities	12,277	15,912
	299,746	250,451
<b>EQUITY OF INVESTMENT ACCOUNT HOLDERS</b>		
	1,822,852	1,834,540
<b>Owners' equity</b>		
Share capital	132,500	132,500
Reserves	67,104	62,880
Retained earnings	135,137	134,896
	334,741	330,276
<b>TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY</b>	<b>2,457,339</b>	<b>2,415,267</b>

**Interim Consolidated Statement of Cash Flows**

Nine-months period ended 30 September 2023 (Reviewed) All Figures in US\$ Thousand

	Reviewed	
	Nine months ended 30 September	
	2023	2022
<b>OPERATING ACTIVITIES</b>		
Net income for the period	35,119	29,609
Adjustments for:		
Depreciation	66	51
Gain on sale of investments - net	(3,259)	(3,866)
Charge / (reversal) of expected credit losses - net	264	(4,039)
Operating income before changes in operating assets and liabilities	32,190	21,755
Changes in operating assets and liabilities:		
Due from financial institutions	-	5,000
Murabaha receivables	44,815	(73,178)
Ijarah	6,714	17,179
Other assets	(4,797)	(64,798)
Other liabilities	(2,825)	60,945
Murabaha and other payables	52,930	(77,613)
Equity of investment account holders	(11,688)	135,264
Net cash generated from operating activities	117,339	24,554
<b>INVESTING ACTIVITIES</b>		
Purchase of investments	(211,920)	(140,500)
Proceeds from sale / redemption of investments	143,512	115,612
Purchase of equipment	(207)	-
Net cash used in investing activities	(68,615)	(24,888)
<b>FINANCING ACTIVITY</b>		
Dividend paid to the shareholder	(34,878)	(26,878)
Cash used in financing activity	(34,878)	(26,878)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>13,846</b>	<b>(27,212)</b>
Cash and cash equivalents at the beginning of the period	13,080	46,590
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>26,926</b>	<b>19,378</b>

**Interim Consolidated Statement of Income**

Nine-months period ended 30 September 2023 (Reviewed) All Figures in US\$ Thousand

	Reviewed		Reviewed	
	Three months ended 30 September		Nine months ended 30 September	
	2023	2022	2023	2022
<b>OPERATING INCOME</b>				
Income from financial institutions	-	10	-	68
Income from investments	17,124	7,925	47,927	18,369
Income from Murabaha receivables	20,184	10,922	56,663	23,835
Ijarah income - net	1,847	1,527	5,454	3,806
Income from Musharaka financing	33	-	98	-
	39,188	20,384	110,142	46,078
Profit on Murabaha and other payables	(3,489)	(1,374)	(6,873)	(2,520)
Return on equity of investment account holders	(23,103)	(10,199)	(66,377)	(19,205)
	12,596	8,811	36,892	24,353
Gain on sale of investments - net	24	-	3,259	3,866
Fee commission and other income - net	736	172	3,955	3,886
<b>Net operating income before credit losses</b>	<b>13,356</b>	<b>8,983</b>	<b>44,106</b>	<b>32,105</b>
(Charge) / reversal of expected credit losses - net	(580)	2,061	(264)	4,039
<b>NET OPERATING INCOME</b>	<b>12,776</b>	<b>11,044</b>	<b>43,842</b>	<b>36,144</b>
<b>OPERATING EXPENSES</b>				
Staff costs	1,623	1,507	4,768	4,559
Depreciation	23	15	66	51
Other expenses	786	506	3,564	1,609
<b>Total operating expenses</b>	<b>2,432</b>	<b>2,028</b>	<b>8,398</b>	<b>6,219</b>
<b>INCOME FOR THE PERIOD BEFORE ZAKAH</b>				
	10,344	9,016	35,444	29,925
Zakah	(108)	(106)	(325)	(316)
<b>NET INCOME FOR THE PERIOD</b>	<b>10,236</b>	<b>8,910</b>	<b>35,119</b>	<b>29,609</b>

**Interim Consolidated Statement Of Changes In Owners' Equity**

Nine-months period ended 30 September 2023 (Reviewed) All Figures in US\$ Thousand

	Reserves					
	Share capital	Statutory reserve	Investments fair value reserve	Total reserves	Retained earnings	Total owners' equity
As at 1 January 2023	132,500	41,070	21,810	62,880	134,896	330,276
Net income for the period	-	-	-	-	35,119	35,119
Cumulative changes in fair value of equity investments	-	-	1,358	1,358	-	1,358
Cumulative changes in fair value of debt type investments	-	-	2,866	2,866	-	2,866
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>4,224</b>	<b>4,224</b>	<b>35,119</b>	<b>39,343</b>
Dividends paid*	-	-	-	-	(34,878)	(34,878)
<b>At 30 September 2023 (Reviewed)</b>	<b>132,500</b>	<b>41,070</b>	<b>26,034</b>	<b>67,104</b>	<b>135,137</b>	<b>334,741</b>
As at 1 January 2022	132,500	37,195	344	37,539	126,895	296,934
Transition adjustment on adoption of FAS 38 as of 1 January 2022	-	-	23,137	23,137	-	23,137
<b>As at 1 January 2022 (Restated)</b>	<b>132,500</b>	<b>37,195</b>	<b>23,481</b>	<b>60,676</b>	<b>126,895</b>	<b>320,071</b>
Net income for the period	-	-	-	-	29,609	29,609
Cumulative changes in fair value of equity investments	-	-	(46)	(46)	-	(46)
Cumulative changes in fair value of debt type investments	-	-	(4,249)	(4,249)	-	(4,249)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>(4,295)</b>	<b>(4,295)</b>	<b>29,609</b>	<b>25,314</b>
Dividends paid	-	-	-	-	(26,878)	(26,878)
<b>At 30 September 2022 (Reviewed)</b>	<b>132,500</b>	<b>37,195</b>	<b>19,186</b>	<b>56,381</b>	<b>129,626</b>	<b>318,507</b>

\*During the period, the Bank paid dividend of US\$ 26.32 (2022: US\$ 20.29) per share amounting to US\$ 34.88 million (2022: US\$ 26.88 million) upon approval by the shareholder at the Annual General Meeting dated 30 March 2023.

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 2023, 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 2023.