

Consolidated Statement of Financial Position

31 December 2020 All Figures in US\$ Thousand

	2020 US\$ '000	(Restated) 2019 US\$ '000
ASSETS		
Bank balances	12,212	16,683
Due from financial institutions	4,942	4,976
Investments	892,901	831,317
Murabaha receivables	1,234,588	1,020,984
Ijarah	159,219	196,689
Equipment	174	254
Other assets	9,493	7,730
TOTAL ASSETS	2,313,529	2,078,633
LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY		
Liabilities		
Other liabilities	68,955	39,970
Murabaha and other payables	463,835	235,365
	532,790	275,335
EQUITY OF INVESTMENT ACCOUNT HOLDERS		
Owners' equity		
Share capital	132,500	132,500
Reserves	160,384	232,451
	292,884	364,951
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY	2,313,529	2,078,633

Consolidated Statement of Income

Year ended 31 December 2020 All Figures in US\$ Thousand

	2020 US\$ '000	2019 US\$ '000
OPERATING INCOME		
Income from financial institutions	132	429
Income from investments	21,607	28,287
Income from Murabaha receivables	28,492	38,292
Ijarah income – net	7,561	10,388
	57,792	77,396
Profit on Murabaha and other payables	(5,188)	(4,857)
Return on equity of investment account holders	(17,933)	(33,905)
	34,671	38,634
Gain on sale of investments - net	2,962	1,965
Fees and commission income - net	7,274	6,053
Total operating income	44,907	46,652
Allowance for expected credit losses - net	(9,497)	(471)
NET OPERATING INCOME	35,410	46,181
OPERATING EXPENSES		
Staff costs	4,430	5,973
Depreciation	89	77
Other expenses	1,882	2,401
Total operating expenses	6,401	8,451
PROFIT FOR THE YEAR BEFORE ZAKAH	29,009	37,730
Zakah	(397)	(385)
PROFIT FOR THE YEAR	28,612	37,345

Consolidated Statement of Cash Flows

Year ended 31 December 2020 All Figures in US\$ Thousand

	2020 US\$ '000	2019 US\$ '000
OPERATING ACTIVITIES		
Profit for the year	28,612	37,345
Adjustments for:		
Depreciation	89	77
Gain on sale of investments	(2,962)	(1,965)
Allowance for expected credit losses - net	9,497	471
Operating profit before changes in operating assets and liabilities	35,236	35,928
Changes in operating assets and liabilities:		
Due from financial institutions	-	(5,000)
Murabaha receivables	(208,603)	(142,330)
Ijarah	35,333	10,139
Other assets	(1,776)	279
Other liabilities	29,155	25,458
Murabaha and other payables	228,470	101,755
Equity of investment account holders	49,508	195,238
Net cash flows from operating activities	167,323	221,467
INVESTING ACTIVITIES		
Purchase of investments	(301,699)	(312,186)
Proceeds from sale/redemption of investments	229,914	126,211
Purchase of equipment	(9)	(316)
Net cash used in investing activities	(71,794)	(186,291)
FINANCING ACTIVITY		
Dividends paid to the shareholder	(100,000)	(24,000)
Cash used in financing activity	(100,000)	(24,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(4,471)	11,176
Cash and cash equivalents at 1 January	16,683	5,507
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	12,212	16,683

Consolidated Statement of Changes In Owners' Equity

Year ended 31 December 2020 All Figures in US\$ Thousand

	Reserves					Total owners' equity US\$ '000
	Share capital US\$ '000	Statutory reserve US\$ '000	Investments fair value reserve US\$ '000	Retained earnings US\$ '000	Total reserves US\$ '000	
At 1 January 2020	132,500	31,348	1,087	200,016	232,451	364,951
Net profit for the year	-	-	-	28,612	28,612	28,612
Cumulative changes in fair value	-	-	(679)	-	(679)	(679)
Total comprehensive income for the year	-	-	(679)	28,612	27,933	27,933
Transfer to statutory reserve	-	2,861	-	(2,861)	-	-
Dividends paid	-	-	-	(100,000)	(100,000)	(100,000)
At 31 December 2020	132,500	34,209	408	125,767	160,384	292,884
At 1 January 2019	132,500	27,613	1,306	190,406	219,325	351,825
Net profit for the year	-	-	-	37,345	37,345	37,345
Cumulative changes in fair value	-	-	(219)	-	(219)	(219)
Total comprehensive income for the year	-	-	(219)	37,345	37,126	37,126
Transfer to statutory reserve	-	3,735	-	(3,735)	-	-
Dividends paid	-	-	-	(24,000)	(24,000)	(24,000)
At 31 December 2019	132,500	31,348	1,087	200,016	232,451	364,951

The above Consolidated Statement of Financial Position, Consolidated Statement of Income, Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Owners' Equity have been extracted from the Consolidated Financial Statements of ABC Islamic Bank (E.C.) for the year ended 31 December 2020, which were approved by the Board of Directors and on which an unqualified audit opinion was issued by Ernst & Young, Kingdom of Bahrain, on 23 February 2021.