

# BBK B.S.C.- Interim Condensed Consolidated Financial Statements

## 30 September 2020 (Reviewed)



### INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 September 2020 (Reviewed)  
All figures in BD millions

	Reviewed	Audited
	30 September 2020	31 December 2019
<b>ASSETS</b>		
Cash and balances with central banks	227.0	376.4
Treasury bills	481.0	484.4
Deposits and amounts due from banks and other financial institutions	309.8	278.3
Loans and advances to customers	1,583.4	1,670.9
Investment securities	925.6	875.0
Investments in associated companies and joint ventures	67.0	70.6
Interest receivable and other assets	75.0	74.2
Premises and equipment	35.7	35.2
<b>TOTAL ASSETS</b>	<b>3,704.5</b>	<b>3,865.0</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits and amounts due to banks and other financial institutions	426.2	363.1
Borrowings under repurchase agreement	401.6	313.4
Term borrowings	188.5	333.0
Customers' current, savings and other deposits	2,077.1	2,169.5
Interest payable and other liabilities	153.5	139.0
<b>Total liabilities</b>	<b>3,246.9</b>	<b>3,318.0</b>
<b>Equity</b>		
Share capital	136.2	129.7
Treasury stock	(4.9)	(5.2)
Share premium	105.6	105.6
Statutory reserve	61.6	61.6
General reserve	61.6	54.1
Cumulative changes in fair values	(54.1)	11.2
Foreign currency translation adjustments	(13.6)	(12.2)
Retained earnings	162.7	144.6
Proposed appropriations	-	54.5
<b>EQUITY ATTRIBUTABLE TO THE OWNERS OF THE BANK</b>	<b>455.1</b>	<b>543.9</b>
Non-controlling interest	2.5	3.1
<b>Total equity</b>	<b>457.6</b>	<b>547.0</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3,704.5</b>	<b>3,865.0</b>

### INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Nine-month period ended 30 September 2020 (Reviewed)  
All figures in BD millions

	Three-month ended		Nine-month ended	
	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19
Interest and similar income	31.9	45.7	106.7	134.6
Interest and similar expense	(12.3)	(19.3)	(46.4)	(50.6)
<b>Net interest and similar income</b>	<b>19.6</b>	<b>26.4</b>	<b>60.3</b>	<b>84.0</b>
Fee and commission income - net	3.5	5.0	13.4	17.5
Other income	4.7	5.3	15.6	14.9
<b>Total operating income</b>	<b>27.8</b>	<b>36.7</b>	<b>89.3</b>	<b>116.4</b>
Staff costs	(8.5)	(9.4)	(26.8)	(28.1)
Other expenses	(6.4)	(6.9)	(18.8)	(19.1)
<b>Total operating expenses</b>	<b>(14.9)</b>	<b>(16.3)</b>	<b>(45.6)</b>	<b>(47.2)</b>
Total provisions - net	(2.5)	(6.1)	(6.8)	(19.6)
<b>Net operating income</b>	<b>10.4</b>	<b>14.3</b>	<b>36.9</b>	<b>49.6</b>
Share of (loss)/profit from associated companies and joint ventures	(0.3)	1.5	2.2	6.4
<b>PROFIT FOR THE PERIOD BEFORE TAX</b>	<b>10.1</b>	<b>15.8</b>	<b>39.1</b>	<b>56.0</b>
Net tax (charge)/write-back	(0.1)	(0.2)	0.3	(0.1)
<b>PROFIT FOR THE PERIOD AFTER TAX</b>	<b>10.0</b>	<b>15.6</b>	<b>39.4</b>	<b>55.9</b>
<b>Attributable to:</b>				
Owners of the Bank	9.9	15.4	39.0	55.5
Non-controlling interest	0.1	0.2	0.4	0.4
	<b>10.0</b>	<b>15.6</b>	<b>39.4</b>	<b>55.9</b>
Basic and diluted earnings per share (BD)	0.007	0.012	0.029	0.044

The consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows, have been extracted from the interim condensed consolidated financial statements of BBK B.S.C. for the nine-month period ended 30 September 2020 which were reviewed by Ernst & Young, who have expressed an unqualified conclusion on 26 October 2020.

### INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Nine-month period ended 30 September 2020 (Reviewed)  
All figures in BD millions

	Three-month ended		Nine-month ended	
	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19
<b>Profit for the period</b>	<b>10.0</b>	<b>15.6</b>	<b>39.4</b>	<b>55.9</b>
<b>Other comprehensive income/(loss):</b>				
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Fair value through other comprehensive income reserve (equity instruments)	3.4	(0.8)	(2.9)	4.9
<b>Items that are or may be reclassified subsequently to profit or loss</b>				
<b>Movement in translation reserve:</b>				
Foreign currency translation adjustments	1.0	(0.7)	(1.4)	(0.5)
<b>Movement in hedging reserve:</b>				
Effective portion of changes in fair value	(0.9)	(0.4)	(0.8)	(1.0)
<b>Movement in fair value reserve:</b>				
Net changes in fair value	7.5	4.6	(59.6)	8.0
Net amount transferred to profit or loss	(1.0)	(0.2)	(2.0)	(1.8)
<b>Other comprehensive income/(loss) for the period</b>	<b>10.0</b>	<b>2.5</b>	<b>(66.7)</b>	<b>9.6</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>20.0</b>	<b>18.1</b>	<b>(27.3)</b>	<b>65.5</b>
<b>Attributable to:</b>				
Owners of the Bank	19.9	17.9	(27.7)	65.1
Non-controlling interest	0.1	0.2	0.4	0.4
	<b>20.0</b>	<b>18.1</b>	<b>(27.3)</b>	<b>65.5</b>

### INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

Nine-month period ended 30 September 2020 (Reviewed)  
All figures in BD millions

	Nine-month ended	
	30-Sep-20	30-Sep-19
Net cash from operating activities	243.5	77.7
Net cash used in investing activities	(113.4)	(74.0)
Net cash (used in)/from financing activities	(185.2)	123.4
Foreign currency translation adjustments	(1.4)	(0.5)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(56.5)</b>	<b>126.6</b>
Cash and cash equivalents at beginning of the period	536.9	345.4
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>480.4</b>	<b>472.0</b>

### INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine-month period ended 30 September 2020 (Reviewed)  
All figures in BD millions

	Attributable to the owners of the Bank					Non-controlling interest	Total equity
	Share capital	Retained Others	Proposed earnings Appropriations	Total			
Balance at 1 January 2020	129.7	215.1	144.6	54.5	543.9	3.1	547.0
Profit for the period	-	-	39.0	-	39.0	0.4	39.4
Other comprehensive loss for the period	-	(66.7)	-	-	(66.7)	-	(66.7)
Total comprehensive loss for the period	-	(66.7)	39.0	-	(27.7)	0.4	(27.3)
Share-based payments	-	-	0.1	-	0.1	-	0.1
Modification loss net of government assistance	-	-	(21.0)	-	(21.0)	-	(21.0)
Dividends paid	-	-	-	(38.5)	(38.5)	(0.1)	(38.6)
Stock dividends	6.5	-	-	(6.5)	-	-	-
Donations	-	-	-	(2.0)	(2.0)	-	(2.0)
Movement in treasury stock	-	0.3	-	-	0.3	-	0.3
Transfer to general reserve	-	7.5	-	(7.5)	-	-	-
Movement in non controlling interest	-	-	-	-	-	(0.9)	(0.9)
<b>Balance at 30 September 2020</b>	<b>136.2</b>	<b>156.2</b>	<b>162.7</b>	<b>-</b>	<b>455.1</b>	<b>2.5</b>	<b>457.6</b>
Balance at 1 January 2019	108.2	196.0	149.0	44.6	497.8	2.8	500.6
Profit for the period	-	-	55.5	-	55.5	0.4	55.9
Other comprehensive income for the period	-	11.1	(1.5)	-	9.6	-	9.6
Total comprehensive income for the period	-	11.1	54.0	-	65.1	0.4	65.5
Distribution on perpetual tier 1 convertible capital securities	-	-	(3.6)	-	(3.6)	-	(3.6)
Conversion of perpetual tier 1 convertible capital securities to ordinary shares	21.5	(21.5)	-	-	-	-	-
Share-based payments	-	-	0.4	-	0.4	-	0.4
Dividends paid	-	-	(12.8)	(43.0)	(55.8)	(0.3)	(56.1)
Donations	-	-	-	(1.6)	(1.6)	-	(1.6)
Movement in treasury stock	-	(4.6)	-	-	(4.6)	-	(4.6)
<b>Balance at 30 September 2019</b>	<b>129.7</b>	<b>181.0</b>	<b>187.0</b>	<b>-</b>	<b>497.7</b>	<b>2.9</b>	<b>500.6</b>

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Deputy Chairman

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