

# BBK B.S.C- Consolidated Financial Statements

## 31 December 2020



### CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2020  
BD millions

	2020	2019
<b>ASSETS</b>		
Cash and balances with central banks	256.5	376.4
Treasury bills	487.8	484.4
Deposits and amounts due from banks and other financial institutions	318.9	278.3
Loans and advances to customers	1,555.8	1,670.9
Investment securities	957.3	875.0
Investments in associated companies and joint ventures	65.5	70.6
Interest receivable, derivative and other assets	83.1	74.2
Premises and equipment	35.5	35.2
<b>TOTAL ASSETS</b>	<b>3,760.4</b>	<b>3,865.0</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits and amounts due to banks and other financial institutions	330.3	363.1
Borrowings under repurchase agreement	399.2	313.4
Term borrowings	188.5	333.0
Customers' current, savings and other deposits	2,167.4	2,169.5
Interest payable, derivative and other liabilities	160.5	139.0
<b>Total liabilities</b>	<b>3,245.9</b>	<b>3,318.0</b>
<b>Equity</b>		
Share capital	136.2	129.7
Treasury stock	(5.2)	(5.2)
Share premium	105.6	105.6
Statutory reserve	66.8	61.6
General reserve	61.6	54.1
Cumulative changes in fair values	(11.4)	11.2
Foreign currency translation adjustments	(12.8)	(12.2)
Retained earnings	125.6	144.6
Proposed appropriations	45.4	54.5
Attributable to the owners of the Bank	511.8	543.9
Non-controlling interests	2.7	3.1
<b>Total equity</b>	<b>514.5</b>	<b>547.0</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3,760.4</b>	<b>3,865.0</b>

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 31 December 2020  
BD millions

	2020	2019
Interest and similar income	137.7	176.4
Interest and similar expense	(56.9)	(69.1)
<b>Net interest and similar income</b>	<b>80.8</b>	<b>107.3</b>
Fee and commission income - net	19.6	26.6
Investment and other income	18.3	17.6
<b>TOTAL OPERATING INCOME</b>	<b>118.7</b>	<b>151.5</b>
Staff costs	(35.1)	(38.1)
Other expenses	(25.6)	(25.1)
<b>TOTAL OPERATING EXPENSES</b>	<b>(60.7)</b>	<b>(63.2)</b>
Total provisions - net	(5.6)	(18.9)
<b>NET OPERATING INCOME</b>	<b>52.4</b>	<b>69.4</b>
Share of (loss) / profit from associated companies and joint ventures	(0.1)	6.8
<b>PROFIT FOR THE YEAR BEFORE TAX</b>	<b>52.3</b>	<b>76.2</b>
Tax write-back / (expense)	0.3	(0.2)
<b>PROFIT FOR THE YEAR AFTER TAX</b>	<b>52.6</b>	<b>76.0</b>
<b>Attributable to:</b>		
Owners of the Bank	52.0	75.4
Non-controlling interests	0.6	0.6
	<b>52.6</b>	<b>76.0</b>
Basic and diluted earnings per share (BD)	0.039	0.056

### CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2020  
BD millions

	2020	2019
<b>Profit for the year</b>	<b>52.6</b>	<b>76.0</b>
<b>Other comprehensive (loss) / income:</b>		
<b>Items that will not be reclassified subsequently to profit or loss</b>		
Fair value through other comprehensive income (equity instruments)	0.8	7.6
<b>Items that are or may be reclassified subsequently to profit or loss</b>		
<i>Movement in translation reserve:</i>		
Foreign currency translation adjustments	(0.6)	(0.5)
<i>Movement in hedging reserve:</i>		
Effective portion of changes in fair value	(0.7)	(1.1)
<i>Movement in fair value reserve:</i>		
Net change in fair value	(19.2)	30.6
Net amount transferred to profit or loss	(3.4)	(2.7)
<b>Other comprehensive (loss) / income for the year</b>	<b>(23.1)</b>	<b>33.9</b>
<b>Total comprehensive income for the year</b>	<b>29.5</b>	<b>109.9</b>
<b>Attributable to:</b>		
Owners of the Bank	28.9	109.3
Non-controlling interests	0.6	0.6
	<b>29.5</b>	<b>109.9</b>

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2020  
BD millions

	Attributable to the owners of the Bank					Non-controlling interest	Total equity
	Share capital	Others	Retained earnings	Proposed Appropriations	Total		
Balance at 1 January 2019	108.2	196.0	148.9	44.6	497.7	2.7	500.4
Profit for the year	-	-	75.4	-	75.4	0.6	76.0
Other comprehensive income	-	35.8	(1.9)	-	33.9	-	33.9
Total comprehensive income	-	35.8	73.5	-	109.3	0.6	109.9
Share-based payments	-	-	0.6	-	0.6	-	0.6
Distribution on perpetual tier 1 convertible capital securities	-	-	(3.6)	-	(3.6)	-	(3.6)
Conversion of perpetual tier 1 convertible capital securities	21.5	(21.5)	-	-	-	-	-
Dividends paid	-	-	(12.8)	(43.0)	(55.8)	(0.2)	(56.0)
Donations	-	-	-	(1.6)	(1.6)	-	(1.6)
Movement in treasury stock	-	(2.7)	-	-	(2.7)	-	(2.7)
Transfer to statutory reserve	-	7.5	(7.5)	-	-	-	-
Proposed appropriations	-	-	(54.5)	54.5	-	-	-
<b>Balance at 31 December 2019</b>	<b>129.7</b>	<b>215.1</b>	<b>144.6</b>	<b>54.5</b>	<b>543.9</b>	<b>3.1</b>	<b>547.0</b>
Profit for the year	-	-	52.0	-	52.0	0.6	52.6
Other comprehensive loss	-	(23.2)	0.1	-	(23.1)	-	(23.1)
Total comprehensive income	-	(23.2)	52.1	-	28.9	0.6	29.5
Share-based payments	-	-	0.4	-	0.4	-	0.4
Modification loss net of government assistance	-	-	(20.9)	-	(20.9)	-	(20.9)
Dividends paid	-	-	-	(38.5)	(38.5)	(0.1)	(38.6)
Stock dividends	6.5	-	-	(6.5)	-	-	-
Donations	-	-	-	(2.0)	(2.0)	-	(2.0)
Transfer to statutory reserve	-	5.2	(5.2)	-	-	-	-
Transfer to general reserve	-	7.5	-	(7.5)	-	-	-
Movement in non-controlling interests	-	-	-	-	-	(0.9)	(0.9)
Proposed appropriations	-	-	(45.4)	45.4	-	-	-
<b>Balance at 31 December 2020</b>	<b>136.2</b>	<b>204.6</b>	<b>125.6</b>	<b>45.4</b>	<b>511.8</b>	<b>2.7</b>	<b>514.5</b>

### CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2020  
BD millions

	2020	2019
Net cash flows from operating activities	269.7	118.1
Net cash flows used in investing activities	(101.8)	(51.6)
Net cash flows (used in) / from financing activities	(184.6)	125.2
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(16.7)</b>	<b>191.7</b>
Foreign currency translation adjustments - net	(2.4)	(0.3)
Cash and cash equivalents at beginning of the year	536.8	345.4
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>517.7</b>	<b>536.8</b>

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 consolidated financial statements of BBK B.S.C. for the year ended 31 December 2020 which were audited by Ernst & Young, who have expressed an unqualified opinion on 15 February 2021.

Above information available on www.bbkonline.com

Audited by Ernst & Young

Murad Ali Murad  
Chairman

Abdulla bin Khalifa  
bin Salman Al-Khalifa  
Deputy Chairman

Dr. AbdulRahman Saif  
Group Chief Executive