

BBK B.S.C- Consolidated Financial Statements 31 December 2017

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2017

BD '000s

	2017	2016
ASSETS		
Cash and balances with central banks	469,436	314,368
Treasury bills	427,130	401,635
Deposits and amounts due from banks and other financial institutions	223,824	318,407
Loans and advances to customers	1,740,651	1,767,138
Investment securities	748,985	768,134
Investments in associated companies and joint ventures	46,958	43,923
Interest receivable and other assets	79,680	64,769
Premises and equipment	26,436	24,183
TOTAL ASSETS	3,763,100	3,702,557
LIABILITIES AND EQUITY		
Liabilities		
Deposits and amounts due to banks and other financial institutions	193,472	259,911
Borrowings under repurchase agreement	161,314	184,016
Term borrowings	199,012	206,109
Customers' current, savings and other deposits	2,623,577	2,493,715
Interest payable and other liabilities	84,890	84,591
Total liabilities	3,262,265	3,228,342
Equity		
Share capital	108,165	108,165
Treasury stock	(998)	(1,206)
Perpetual tier 1 convertible capital securities	86,098	86,098
Share premium	41,016	39,919
Statutory reserve	54,082	54,082
General reserve	54,082	54,082
Cumulative changes in fair values	(8,349)	(13,669)
Foreign currency translation adjustments	(9,271)	(11,558)
Retained earnings	134,632	122,830
Proposed Appropriations	39,161	33,666
ATTRIBUTABLE TO THE OWNERS OF THE BANK	498,618	472,409
Non-controlling interest	2,217	1,806
Total equity	500,835	474,215
TOTAL LIABILITIES AND EQUITY	3,763,100	3,702,557

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Year ended 31 December 2017

BD '000s

	2017	2016
Interest and similar income	136,983	128,556
Interest and similar expense	(46,077)	(42,708)
Net interest income	90,906	85,848
Share of profit of associated companies and joint ventures	5,519	5,467
Other income	46,634	42,212
Total operating income	143,059	133,527
Staff costs	34,659	33,453
Other expenses	15,914	16,263
Depreciation	3,435	3,430
Net provision for impairment on loans and advances to customers	28,912	23,753
Net provision/(write back) for impairment on investments	98	(1,115)
Total operating expenses	83,018	75,784
PROFIT BEFORE TAXATION	60,041	57,743
Net tax provision	(810)	(996)
PROFIT FOR THE YEAR	59,231	56,747
Attributable to:		
Owners of the Bank	58,685	56,410
Non-controlling interest	546	337
	59,231	56,747
Basic earnings per share (BD)	0.048	0.049
Diluted earnings per share (BD)	0.045	0.044

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Year ended 31 December 2017

BD '000s

	2017	2016
Profit for the year	59,231	56,747
Other comprehensive (loss) / income		
Items that will not be reclassified to profit or loss;		
Fair value through other comprehensive income reserve (equity instruments)	(8,466)	4,113
Items that are or may be reclassified subsequently to profit or loss;		
<i>Movement in translation reserve:</i>		
Foreign currency translation adjustments	2,287	(923)
<i>Movement in hedging reserve:</i>		
Effective portion of changes in fair value	284	174
Net amount transferred to profit or loss		
<i>Movement in fair value reserve:</i>		
Net change in fair value	15,701	8,377
Net amount transferred to profit or loss	(3,525)	(887)
Other comprehensive Income for the year	6,281	10,854
Total comprehensive income for the year	65,512	67,601
Attributable to:		
Owners of the Bank	64,966	67,264
Non-controlling interest	546	337
	65,512	67,601

The consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of other comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and segmental information have been extracted from the consolidated financial statements of BBK B.S.C. for the year ended 31 December 2017 which were audited by Ernst & Young who expressed an unqualified opinion on 19 February 2018.

Above information available on www.bbkonline.com

Audited by Ernst & Young

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2017

BD '000s

	Attributable to the owners of the Bank and capital securities' holders					Non-controlling interest	Total equity
	Share capital	Others	Retained earnings	Proposed appropriations	Total		
Restated balance at 1 January 2016	108,165	100,961	107,560	30,586	347,272	1,562	348,834
Profit for the year	-	-	56,410	-	56,410	337	56,747
Other comprehensive loss	-	14,592	(3,738)	-	10,854	-	10,854
Total comprehensive income	-	14,592	52,672	-	67,264	337	67,601
Share - based payments	-	-	(31)	-	(31)	-	(31)
Perpetual tier 1 convertible capital securities issued	-	86,098	-	-	86,098	-	86,098
Expenses related to perpetual - tier 1 convertible capital securities issued	-	-	(180)	-	(180)	-	(180)
Distribution on Perpetual tier 1 convertible capital securities	-	-	(3,552)	-	(3,552)	-	(3,552)
Dividends paid	-	-	-	(26,611)	(26,611)	(93)	(26,704)
Donations	-	-	-	(1,400)	(1,400)	-	(1,400)
Movement in treasury stock	-	3,522	-	-	3,522	-	3,522
Unclaimed dividends	-	-	27	-	27	-	27
Proposed appropriations	-	-	(33,666)	33,666	-	-	-
Transfer to general reserve 2015	-	2,575	-	(2,575)	-	-	-
Balance at 31 December 2016	108,165	207,748	122,830	33,666	472,409	1,806	474,215
Profit for the year	-	-	58,685	-	58,685	546	59,231
Other comprehensive income	-	7,607	(1,326)	-	6,281	-	6,281
Total comprehensive income	-	7,607	57,359	-	64,966	546	65,512
Share - based payments	-	-	699	-	699	-	699
Distribution on Perpetual tier 1 convertible capital securities	-	-	(7,103)	-	(7,103)	-	(7,103)
Dividends paid	-	-	-	(32,266)	(32,266)	(135)	(32,401)
Donations	-	-	-	(1,400)	(1,400)	-	(1,400)
Movement in treasury stock	-	1,305	-	-	1,305	-	1,305
Unclaimed dividends	-	-	8	-	8	-	8
Proposed appropriations	-	-	(39,161)	39,161	-	-	-
Balance at 31 December 2017	108,165	216,660	134,632	39,161	498,618	2,217	500,835

CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2017

BD '000s

	2017	2016
Net cash from/ (used in) operating activities	97,658	(40,367)
Net cash from/ (used in) investing activities	23,383	(12,099)
Net cash (used in)/ from financing activities	(47,974)	57,877
Foreign currency translation adjustments	2,287	(923)
NET CHANGE IN CASH AND CASH EQUIVALENTS	75,354	4,488
Cash and cash equivalents at beginning of the year	537,604	533,116
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	612,958	537,604

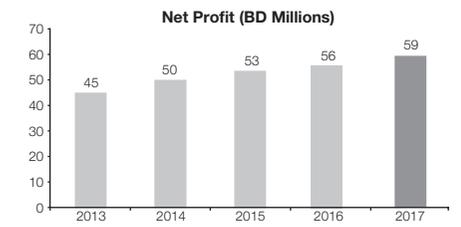
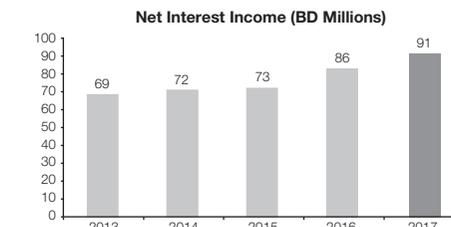
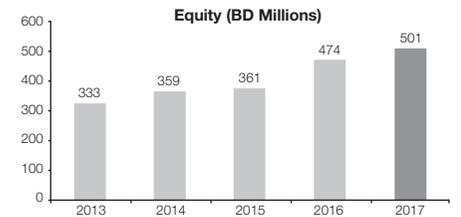
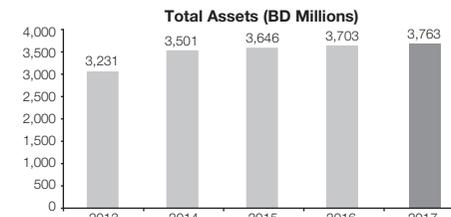
SEGMENTAL INFORMATION

Year ended 31 December 2017

BD '000s

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
31 December 2017					
Operating income before share of profit of associated companies and joint ventures	47,452	29,726	22,894	37,468	137,540
Segment result	17,093	(2,344)	1,987	36,976	53,712
Share of profit of associated companies and joint ventures	5,448	-	-	71	5,519
Profit for the year					59,231
Loss attributable to non-controlling interest					(546)
Profit for the year attributable to the owners of the Bank					58,685

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
31 December 2016					
Operating income before share of profit of associated companies and joint ventures	41,896	28,399	23,952	33,813	128,060
Segment result	15,050	2,754	120	33,356	51,280
Share of profit of associated companies and joint ventures	5,562	-	-	(95)	5,467
Profit for the year					56,747
Loss attributable to non-controlling interest					(337)
Profit for the year attributable to the owners of the Bank					56,410



Murad Ali Murad
Chairman

Aref Saleh Khamis
Deputy Chairman

Reyadh Yousef Sater
Chief Executive