

BBK B.S.C- Interim Condensed Consolidated Financial Statements 30 June 2015 (Reviewed)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2015 (Reviewed)
BD '000s

	Reviewed 30 June 2015	Audited 31 December 2014	Reviewed 30 June 2014
ASSETS			
Cash and balances with central banks	360,785	278,193	255,372
Treasury bills	437,703	292,683	243,116
Deposits and amounts due from banks and other financial institutions	295,943	175,896	190,820
Loans and advances to customers	1,812,103	1,846,462	1,740,047
Non-trading investment securities	778,597	787,153	762,291
Investment in associated companies and joint ventures	34,476	36,537	58,334
Interest receivable and other assets	52,304	58,999	47,361
Premises and equipment	24,438	25,014	25,515
TOTAL ASSETS	3,796,349	3,500,937	3,322,856
LIABILITIES AND EQUITY			
Liabilities			
Deposits and amounts due to banks and other financial institutions	241,968	313,024	202,195
Borrowings under repurchase agreement	37,704	37,704	56,328
Term borrowings	392,452	240,938	240,212
Customers' current, savings and other deposits	2,642,878	2,471,077	2,391,700
Interest payable and other liabilities	110,097	78,842	67,912
Total liabilities	3,425,099	3,141,585	2,958,347
Equity			
Share capital	108,165	103,014	103,014
Treasury stock	(6,698)	(6,951)	(3,014)
Share premium	39,919	39,919	39,919
Statutory reserve	51,507	51,507	46,825
General reserve	51,507	46,825	46,825
Cumulative changes in fair values	23,404	17,420	38,760
Foreign currency translation adjustments	(9,421)	(7,259)	(4,048)
Retained earnings	111,354	82,017	94,847
Appropriations	-	31,402	-
ATTRIBUTABLE TO THE OWNERS OF THE BANK	369,737	357,894	363,128
Non-controlling interest	1,513	1,458	1,381
Total equity	371,250	359,352	364,509
TOTAL LIABILITIES AND EQUITY	3,796,349	3,500,937	3,322,856

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Six months ended 30 June 2015 (Reviewed)
BD '000s

	Three months ended		Six months ended	
	30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14
Interest and similar income	28,106	26,766	55,641	52,915
Interest and similar expense	(11,025)	(9,041)	(20,653)	(18,091)
Net interest income	17,081	17,725	34,988	34,824
Share of profit of associated companies and joint ventures	1,074	323	1,799	1,950
Other income	12,239	10,998	23,067	20,902
Total operating income	30,394	29,046	59,854	57,676
Staff costs	7,838	7,267	15,405	14,658
Other expenses	3,747	3,847	7,034	7,034
Depreciation	800	841	1,639	1,676
Net provision for impairment on loans and advances to customers	3,973	4,061	6,908	8,244
Net write-back for impairment on investments	(729)	(10)	(729)	(977)
Total operating expenses	15,629	16,006	30,257	30,635
PROFIT BEFORE TAXATION	14,765	13,040	29,597	27,041
Net tax provision	(185)	183	(142)	270
PROFIT FOR THE PERIOD	14,580	13,223	29,455	27,311
Attributable to:				
Owners of the Bank	14,550	13,171	29,400	27,184
Non-controlling interest	30	52	55	127
Basic and diluted earnings per share (BD)	0.014	0.012	0.028	0.025

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Six months ended 30 June 2015 (Reviewed)
BD '000s

	Three months ended		Six months ended	
	30-Jun-15	30-Jun-14	30-Jun-15	30-Jun-14
Profit for the period	14,580	13,223	29,455	27,311
Other comprehensive income (loss)				
Other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation adjustments	(812)	(116)	(2,162)	460
Net movement in cumulative changes in fair values	10,091	8,617	6,400	14,185
Fair value changes in cash flow hedges	11	(382)	(416)	(327)
Other comprehensive income for the period	9,290	8,119	3,822	14,318
Total comprehensive income for the period	23,870	21,342	33,277	41,629
Attributable to:				
Owners of the Bank	23,840	21,290	33,222	41,502
Non-controlling interest	30	52	55	127
Total comprehensive income for the period	23,870	21,342	33,277	41,629

The consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of cash flows, consolidated statement of changes in equity, segmental information, accounting policies and notes have been extracted from the interim condensed consolidated financial statements of BBK B.S.C. for the six months period ended 30 June 2015 which were reviewed by Ernst & Young.

Above information available on www.bbkonline.com

Reviewed by Ernst & Young

CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended 30 June 2015 (Reviewed)
BD '000s

	Six months ended	
	30-Jun-15	30-Jun-14
Net cash from (used in) operating activities	60,941	(14,155)
Net cash from investing activities	21,487	1,117
Net cash from (used in) financing activities	129,484	(10,499)
Foreign currency translation adjustments	(2,162)	460
NET CHANGE IN CASH AND CASH EQUIVALENTS	209,750	(23,077)
Cash and cash equivalents at beginning of the period	352,639	349,536
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	562,389	326,459

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six months ended 30 June 2015 (Reviewed)
BD '000s

	Attributable to the owners of the Bank					Non-controlling interest	Total equity
	Share capital	Others	Retained earnings	Appropriations	Total		
Balance at 1 January 2015	103,014	141,461	82,017	31,402	357,894	1,458	359,352
Profit for the period	-	-	29,400	-	29,400	55	29,455
Other comprehensive income for the period	-	3,822	-	-	3,822	-	3,822
Total comprehensive income	-	3,822	29,400	-	33,222	55	33,277
Share - based payments	-	-	(63)	-	(63)	-	(63)
Dividends paid	-	-	-	(20,179)	(20,179)	-	(20,179)
Stock dividends	5,151	-	-	(5,151)	-	-	-
Donations	-	-	-	(1,390)	(1,390)	-	(1,390)
Movement in treasury stock	-	253	-	-	253	-	253
Transfer to general reserve 2014	-	4,682	-	(4,682)	-	-	-
Balance at 30 June 2015	108,165	150,218	111,354	-	369,737	1,513	371,250
Balance at 1 January 2014	93,649	147,824	67,747	22,989	332,209	718	332,927
Profit for the period	-	-	27,184	-	27,184	127	27,311
Other comprehensive income for the period	-	14,318	-	-	14,318	-	14,318
Total comprehensive income	-	14,318	27,184	-	41,502	127	41,629
Share - based payments	-	-	(84)	-	(84)	-	(84)
Dividends paid	-	-	-	(9,249)	(9,249)	-	(9,249)
Stock dividends	9,365	-	-	(9,365)	-	-	-
Donations	-	-	-	(1,250)	(1,250)	-	(1,250)
Movement in non-controlling interest	-	-	-	-	-	536	536
Transfer to general reserve 2013	-	3,125	-	(3,125)	-	-	-
Balance at 30 June 2014	103,014	165,267	94,847	-	363,128	1,381	364,509

SEGMENTAL INFORMATION

Six months ended 30 June 2015 (Reviewed)
BD '000s

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
30 June 2015					
Operating income before share of profit of associated companies and joint ventures	17,618	13,432	13,329	13,676	58,055
Segment result	6,591	7,472	4,267	9,326	27,656
Share of profit of associated companies and joint ventures	1,799	-	-	-	1,799
Profit for the period					29,455
Profit attributable to non-controlling interest					(55)
Profit attributable to the owners of the Bank					29,400
30 June 2014					
Operating income before share of profit of associated companies and joint ventures	15,253	13,522	11,595	15,356	55,726
Segment result	4,275	6,177	5,532	9,377	25,361
Share of profit of associated companies and joint ventures	1,979	-	-	(29)	1,950
Profit for the period					27,311
Profit attributable to non-controlling interest					(127)
Profit attributable to the owners of the Bank					27,184

Accounting policies and Notes :

- The Interim condensed consolidated financial statements of the Group for the six months period ended 30 June 2015 are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2014.
- Other income for the six-month period ended 30 June 2015 includes BD 2,362 thousand (30 June 2014: BD 1,852 thousand) of dividend income, which is of a seasonal nature.
- At the Annual General Meeting held on 11 March 2015, the shareholders approved the following proposed appropriations:

	31 December 2014 BD '000	31 December 2013 BD '000
Cash dividend	20,179	9,249
Stock dividend	5,151	9,365
Transfer to general reserve	4,682	3,125
Donations	1,390	1,250
Total	31,402	22,989

Murad Ali Murad
Chairman

Aref Saleh Khamis
Deputy Chairman

Abdulkarim Ahmed Bucheery
Chief Executive