

BBK B.S.C Interim Condensed Consolidated Financial Statements

30 September 2015 (Reviewed)



CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 September 2015 (Reviewed)
BD '000s

	Reviewed 30 September 2015	Audited 31 December 2014	Reviewed 30 September 2014
ASSETS			
Cash and balances with central banks	371,228	278,193	189,297
Treasury bills	377,536	292,683	288,496
Deposits and amounts due from banks and other financial institutions	242,215	175,896	132,788
Loans and advances to customers	1,795,062	1,846,462	1,822,128
Non-trading investment securities	811,110	787,153	765,293
Investment in associated companies and joint ventures	34,696	36,537	54,346
Interest receivable and other assets	58,705	58,999	52,955
Premises and equipment	24,632	25,014	25,216
TOTAL ASSETS	3,715,184	3,500,937	3,330,519
LIABILITIES AND EQUITY			
Liabilities			
Deposits and amounts due to banks and other financial institutions	270,048	313,024	327,158
Borrowings under repurchase agreement	37,704	37,704	56,328
Term borrowings	392,814	240,938	240,575
Customers' current, savings and other deposits	2,565,693	2,471,077	2,249,689
Interest payable and other liabilities	100,160	78,842	81,151
Total liabilities	3,366,419	3,141,585	2,954,901
Equity			
Share capital	108,165	103,014	103,014
Treasury stock	(4,728)	(6,951)	(2,366)
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	(11,370)	17,420	40,672
Foreign currency translation adjustments	(10,169)	(7,259)	(5,813)
Retained earnings	122,363	82,017	105,126
Appropriations	-	31,402	-
ATTRIBUTABLE TO THE OWNERS OF THE BANK	347,194	357,894	374,202
Non-controlling interest	1,571	1,458	1,416
Total equity	348,765	359,352	375,618
TOTAL LIABILITIES AND EQUITY	3,715,184	3,500,937	3,330,519

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Nine-month period ended 30 September 2015 (Reviewed)
BD '000s

	Three-month ended		Nine-month ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
Interest and similar income	28,663	26,741	84,304	79,656
Interest and similar expense	(11,000)	(8,925)	(31,653)	(27,016)
Net interest income	17,663	17,816	52,651	52,640
Share of profit of associated companies and joint ventures	1,183	1,182	2,982	3,132
Other income	10,746	9,357	33,813	30,259
Total operating income	29,592	28,355	89,446	86,031
Staff costs	7,826	7,503	23,231	22,161
Other expenses	3,810	3,825	10,844	10,859
Depreciation	777	827	2,416	2,503
Net provision for impairment on loans and advances to customers	7,353	6,179	14,261	14,423
Net provision/ (write-back) for impairment on investments	800	(325)	71	(1,302)
Total operating expenses	20,566	18,009	50,823	48,644
PROFIT BEFORE TAXATION	9,026	10,346	38,623	37,387
Net tax provision	1,893	(193)	1,751	77
PROFIT FOR THE PERIOD	10,919	10,153	40,374	37,464
Attributable to:				
Owners of the Bank	10,861	10,108	40,261	37,292
Non-controlling interest	58	45	113	172
	10,919	10,153	40,374	37,464
Basic and diluted earnings per share (BD)	0.010	0.009	0.038	0.035

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Nine-month period ended 30 September 2015 (Reviewed)
BD '000s

	Three-month ended		Nine-month ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
Profit for the period	10,919	10,153	40,374	37,464
Other comprehensive income (loss)				
Other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation adjustments	(748)	(1,766)	(2,910)	(1,305)
Net movement in cumulative changes in fair values	(34,470)	1,496	(28,070)	15,681
Fair value changes in cash flow hedges	(304)	416	(720)	89
Other comprehensive (loss) income for the period	(35,522)	146	(31,700)	14,465
Total comprehensive (loss) income for the period	(24,603)	10,299	8,674	51,929
Attributable to:				
Owners of the Bank	(24,661)	10,254	8,561	51,757
Non-controlling interest	58	45	113	172
	(24,603)	10,299	8,674	51,929

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 nine months period ended 30 September 2015 which were reviewed by Ernst & Young.

Above information available on www.bbkonline.com

Reviewed by Ernst & Young

CONSOLIDATED STATEMENT OF CASH FLOWS

Nine-month period ended 30 September 2015 (Reviewed)
BD '000s

	Nine-month ended	
	30-Sep-15	30-Sep-14
Net cash from (used in) operating activities	62,787	(124,471)
Net cash (used in) from investing activities	(43,462)	4,848
Net cash from (used in) financing activities	131,454	(9,851)
Foreign currency translation adjustments	(2,910)	(1,305)
NET CHANGE IN CASH AND CASH EQUIVALENTS	147,869	(130,779)
Cash and cash equivalents at beginning of the period	352,639	349,536
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	500,508	218,757

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Nine-month period ended 30 September 2015 (Reviewed)
BD '000s

	Attributable to the owners of the Bank					Non-controlling interest	Total
	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	-	-	40,261	-	40,261	113	40,374
Other comprehensive income for the period	(31,700)	-	-	-	(31,700)	-	(31,700)
Total comprehensive income	-	(31,700)	40,261	-	8,561	113	8,674
Share - based payments	-	-	85	-	85	-	85
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	-	2,223	-	-	2,223	-	2,223
Transfer to general reserve 2014	-	4,682	-	(4,682)	-	-	-
Balance at 30 September 2015	108,165	116,666	122,363	-	347,194	1,571	348,765
Balance at 1 January 2014	93,649	147,824	67,747	22,989	332,209	718	332,927
Profit for the period	-	-	37,292	-	37,292	172	37,464
Other comprehensive income for the period	-	14,465	-	-	14,465	-	14,465
Total comprehensive income	-	14,465	37,292	-	51,757	172	51,929
Share - based payments	-	-	87	-	87	-	87
Dividends paid	-	-	-	(9,249)	(9,249)	-	(9,249)
Stock dividends	9,365	-	-	(9,365)	-	-	-
Donations	-	-	-	(1,250)	(1,250)	-	(1,250)
Movement in treasury stock	-	648	-	-	648	-	648
Movement in non-controlling interest	-	-	-	-	-	526	526
Transfer to general reserve 2013	-	3,125	-	(3,125)	-	-	-
Balance at 30 September 2014	103,014	166,062	105,126	-	374,202	1,416	375,618

SEGMENTAL INFORMATION

Nine-month period ended 30 September 2015 (Reviewed)
BD '000s

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
30 September 2015					
Operating income before share of profit of associated companies and joint ventures	27,050	19,820	19,256	20,338	86,464
Segment result	9,925	7,540	2,349	17,578	37,392
Share of profit of associated companies and joint ventures	2,982	-	-	-	2,982
Profit for the period	-	-	-	-	40,374
Profit attributable to non-controlling interest	-	-	-	-	(113)
Profit attributable to the owners of the Bank					40,261

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
30 September 2014					
Operating income before share of profit of associated companies and joint ventures	23,168	20,261	17,663	21,807	82,899
Segment result	6,802	8,545	8,671	10,314	34,332
Share of profit of associated companies and joint ventures	2,990	-	-	142	3,132
Profit for the period	-	-	-	-	37,464
Profit attributable to non-controlling interest	-	-	-	-	(172)
Profit attributable to the owners of the Bank					37,292

Accounting Policies and Notes :

- The Interim condensed consolidated financial statements of the Group for the nine-month period ended 30 September 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 nine-month period ended 30 September 2015 includes BD 3,170 thousand (30 September 2014: BD 2,583 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	31 December 2013
	BD '000	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
	31,402	22,989

Murad Ali Murad
Chairman

Aref Saleh Khamis
Deputy Chairman

Abdulkarim Ahmed Bucheery
Chief Executive

