

BBK B.S.C.- Interim Condensed Consolidated Financial Statements 31 March 2014 (Unaudited)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2014 (Unaudited)
BD '000s

	Unaudited		Audited
	31 March 2014	31 December 2013	31 March 2013
ASSETS			
Cash and balances with central banks	214,238	224,352	458,540
Treasury bills	264,027	315,125	187,406
Financial assets at fair value through statement of profit or loss	-	-	1,055
Deposits and amounts due from banks and other financial institutions	255,882	202,385	169,925
Loans and advances to customers	1,728,126	1,618,535	1,539,795
Non-trading investment securities	727,297	743,979	718,086
Investments in associated companies and joint venture	59,585	57,869	52,056
Interest receivable and other assets	46,140	42,283	45,530
Premises and equipment	25,977	26,136	27,351
TOTAL ASSETS	3,321,272	3,230,664	3,199,744
LIABILITIES AND EQUITY			
Liabilities			
Deposits and amounts due to banks and other financial institutions	337,658	181,529	320,703
Borrowings under repurchase agreement	56,307	56,307	57,348
Term borrowings	239,853	239,498	238,414
Customers' current, savings and other deposits	2,275,223	2,352,907	2,215,595
Interest payable and other liabilities	69,398	67,496	70,675
Total liabilities	2,978,439	2,897,737	2,902,735
Equity			
Share capital	103,014	93,649	93,649
Treasury stock	(3,014)	(3,014)	(3,723)
Share premium	39,919	39,919	39,919
Statutory reserve	46,825	46,825	42,568
General reserve	46,825	43,700	43,700
Cumulative changes in fair values	30,525	24,902	19,763
Foreign currency translation adjustments	(3,932)	(4,508)	(2,450)
Retained earnings	81,878	67,747	63,036
Appropriations	-	22,989	-
ATTRIBUTABLE TO THE OWNERS OF THE BANK	342,040	332,209	296,462
Non-controlling interest	793	718	547
Total equity	342,833	332,927	297,009
TOTAL LIABILITIES AND EQUITY	3,321,272	3,230,664	3,199,744

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Three months ended 31 March 2014 (Unaudited)
BD '000s

	Three months ended	
	31-Mar-14	31-Mar-13
Interest and similar income	28,233	27,147
Interest and similar expense	(11,134)	(10,160)
Net interest income	17,099	16,987
Share of profit of associated companies and joint venture	1,627	1,252
Other income	9,904	10,790
Total operating income	28,630	29,029
Staff costs	7,391	7,843
Other expenses	3,187	3,660
Depreciation	835	850
Net provision for impairment on loans and advances to customers	4,183	4,081
Net write-back of impairment on non-trading investment securities	(967)	(898)
Total operating expenses	14,629	15,536
PROFIT BEFORE TAXATION	14,001	13,493
Net tax provision	87	(360)
PROFIT FOR THE PERIOD	14,088	13,133
Attributable to:		
Owners of the Bank	14,013	13,088
Non-controlling interest	75	45
	14,088	13,133
Basic and diluted earnings per share (BD)	0.014	0.013

Accounting policies and Notes:

- The Interim condensed consolidated financial statements of the Group for the three months period ended 31 March 2014 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 2013.
- Other income for the three months ended 31 March 2014 includes BD 1,300 thousand (three months ended 31 March 2013: BD 997 thousand) of dividend income, which is of a seasonal nature.
- At the Annual General Meeting held on 12 March 2014, the shareholders approved the following appropriations:

	31 December 2013	31 December 2012
	BD '000	BD '000
Cash dividend	9,249	8,397
Stock dividend	9,365	8,514
Transfer to general reserve	3,125	4,200
Donations	1,250	1,250
	22,989	22,361

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Three months ended 31 March 2014 (Unaudited)
BD '000s

	Three months ended	
	31-Mar-14	31-Mar-13
Profit for the period	14,088	13,133
Other comprehensive income		
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Foreign currency translation adjustments	576	(338)
Net movement in cumulative changes in fair values	5,568	4,144
Fair value changes in cash flow hedges	55	104
Other comprehensive income for the period	6,199	3,910
Total comprehensive income for the period	20,287	17,043
Attributable to:		
Owners of the Bank	20,212	16,998
Non-controlling interest	75	45
	20,287	17,043

CONSOLIDATED STATEMENT OF CASH FLOWS

Three months ended 31 March 2014 (Unaudited)
BD '000s

	Three months ended	
	31-Mar-14	31-Mar-13
Net cash from operating activities	31,749	39,302
Net cash from investing activities	23,264	10,271
Net cash used in financing activities	(10,499)	(9,809)
Foreign currency translation adjustments	576	(338)
NET CHANGE IN CASH AND CASH EQUIVALENTS	45,090	39,426
Cash and cash equivalents at beginning of the period	349,536	506,140
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	394,626	545,566

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Three months ended 31 March 2014 (Unaudited)
BD '000s

	Attributable to the owners of the Bank						Non-controlling interest	Total equity
	Share capital	Others	Retained earnings	Proposed appropriations	Total			
Balance at 1 January 2014	93,649	147,824	67,747	22,989	332,209	718	332,927	
Profit for the period	-	-	14,013	-	14,013	75	14,088	
Other comprehensive income for the period	-	6,199	-	-	6,199	-	6,199	
Total comprehensive income	-	6,199	14,013	-	20,212	75	20,287	
Share - based payments	-	-	118	-	118	-	118	
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	-	-	-	-	-	-	-	
Transfer to general reserve 2013	-	3,125	-	(3,125)	-	-	-	
Balance at 31 March 2014	103,014	157,148	81,878	-	342,040	793	342,833	
Balance at 1 January 2013	85,135	131,829	49,840	22,361	289,165	502	289,667	
Profit for the period	-	-	13,088	-	13,088	45	13,133	
Other comprehensive income for the period	-	3,910	-	-	3,910	-	3,910	
Total comprehensive income	-	3,910	13,088	-	16,998	45	17,043	
Share - based payments	-	-	108	-	108	-	108	
Dividends paid	-	-	-	(8,397)	(8,397)	-	(8,397)	
Stock dividends	8,514	-	-	(8,514)	-	-	-	
Donations	-	-	-	(1,250)	(1,250)	-	(1,250)	
Movement in treasury stock	-	(162)	-	-	(162)	-	(162)	
Transfer to general reserve 2012	-	4,200	-	(4,200)	-	-	-	
Balance at 31 March 2013	93,649	139,777	63,036	-	296,462	547	297,009	

SEGMENTAL INFORMATION

Three months ended 31 March 2014 (Unaudited)
BD '000s

	31 March 2014				Total
	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	
Operating income before share of profit of associated companies and joint venture	7,721	6,892	5,750	6,640	27,003
Segment result	1,531	2,356	1,638	6,936	12,461
Share of profit of associated companies and joint venture	1,017	-	-	610	1,627
Profit for the period					14,088
Profit attributable to non-controlling interest					(75)
Profit attributable to the owners of the Bank					14,013

	31 March 2013				Total
	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	
Operating income before share of profit of associated companies and joint venture	7,329	6,542	6,047	7,859	27,777
Segment result	1,093	911	2,623	7,254	11,881
Share of profit of associated companies and joint venture	1,033	-	-	219	1,252
Profit for the period					13,133
Profit attributable to non-controlling interest					(45)
Profit attributable to the owners of the Bank					13,088

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 three months period ended 31 March 2014 which were reviewed by Ernst & Young.

Murad Ali Murad
Chairman

Aref Saleh Khamis
Deputy Chairman

Abdulkarim Ahmed Bucheery
Chief Executive

Reviewed by Ernst & Young

Above information available on www.bbkonline.com