

# BBK B.S.C- Consolidated Financial Statements 31 December 2014

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2014  
BD '000s

	2014	2013
<b>ASSETS</b>		
Cash and balances with central banks	278,193	224,352
Treasury bills	292,683	315,125
Deposits and amounts due from banks and other financial institutions	175,896	202,385
Loans and advances to customers	1,846,462	1,618,535
Non-trading investment securities	787,153	743,979
Investments in associated companies and joint ventures	36,537	57,869
Interest receivable and other assets	58,999	42,283
Premises and equipment	25,014	26,136
<b>TOTAL ASSETS</b>	<b>3,500,937</b>	<b>3,230,664</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits and amounts due to banks and other financial institutions	313,024	181,529
Borrowings under repurchase agreement	37,704	56,307
Term borrowings	240,938	239,498
Customers' current, savings and other deposits	2,471,077	2,352,907
Interest payable and other liabilities	78,842	67,496
<b>Total liabilities</b>	<b>3,141,585</b>	<b>2,897,737</b>
<b>Equity</b>		
Share capital	103,014	93,649
Treasury stock	(6,951)	(3,014)
Share premium	39,919	39,919
Statutory reserve	51,507	46,825
General reserve	46,825	43,700
Cumulative changes in fair values	17,420	24,902
Foreign currency translation adjustments	(7,259)	(4,508)
Retained earnings	82,017	67,747
Appropriations	31,402	22,989
<b>ATTRIBUTABLE TO THE OWNERS OF THE BANK</b>	<b>357,894</b>	<b>332,209</b>
Non-controlling interest	1,458	718
<b>Total equity</b>	<b>359,352</b>	<b>332,927</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>3,500,937</b>	<b>3,230,664</b>

## CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Year ended 31 December 2014  
BD '000s

	2014	2013
Interest and similar income	117,896	110,667
Interest and similar expense	(45,606)	(41,809)
<b>Net interest income</b>	<b>72,290</b>	<b>68,858</b>
Share of profit of associated companies and joint ventures	4,377	5,869
Other income	40,879	37,658
<b>Total operating income</b>	<b>117,546</b>	<b>112,385</b>
Staff costs	30,255	35,730
Other expenses	12,640	15,278
Depreciation	3,333	3,400
Net provision for impairment on loans and advances to customers	21,572	12,400
Net write back for impairment on investments	(784)	(263)
<b>Total operating expenses</b>	<b>67,016</b>	<b>66,545</b>
<b>PROFIT BEFORE TAXATION</b>	<b>50,530</b>	<b>45,840</b>
Net tax provision	(224)	(573)
<b>PROFIT FOR THE YEAR</b>	<b>50,306</b>	<b>45,267</b>
<b>Attributable to:</b>		
Owners of the Bank	50,095	45,051
Non-controlling interest	211	216
	<b>50,306</b>	<b>45,267</b>
Basic and diluted earnings per share (BD)	0.050	0.044

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Year ended 31 December 2014  
BD '000s

	2014	2013
<b>Profit for the year</b>	<b>50,306</b>	<b>45,267</b>
<b>Other comprehensive income</b>		
Other comprehensive income to be reclassified to profit or loss in subsequent periods;		
Foreign currency translation adjustments	(2,751)	(2,396)
Net movement in cumulative changes in fair values	(7,388)	8,590
Fair value changes in cash flow hedges	(94)	797
<b>Other comprehensive income for the year</b>	<b>(10,233)</b>	<b>6,991</b>
<b>Total comprehensive income for the year</b>	<b>40,073</b>	<b>52,258</b>
<b>Attributable to:</b>		
Owners of the Bank	39,862	52,042
Non-controlling interest	211	216
	<b>40,073</b>	<b>52,258</b>

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 and segmental information have been extracted from the consolidated financial statements of BBK B.S.C. for the year ended 31 December 2014 which were audited by Ernst & Young who expressed an unqualified opinion on 8 February 2015.

Above information available on www.bbkonline.com

Audited by Ernst & Young

## CONSOLIDATED STATEMENT OF CASH FLOWS

Year ended 31 December 2014  
BD '000s

	2014	2013
Net cash from (used in) operating activities	41,522	(132,144)
Net cash used in investing activities	(21,232)	(12,964)
Net cash used in financing activities	(14,436)	(9,100)
Foreign currency translation adjustments	(2,751)	(2,396)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>3,103</b>	<b>(156,604)</b>
Cash and cash equivalents at beginning of the year	349,536	506,140
<b>CASH AND CASH EQUIVALENTS AT END OF THE YEAR</b>	<b>352,639</b>	<b>349,536</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Year ended 31 December 2014  
BD '000s

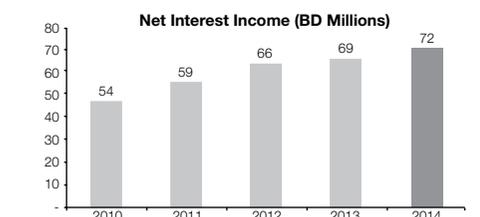
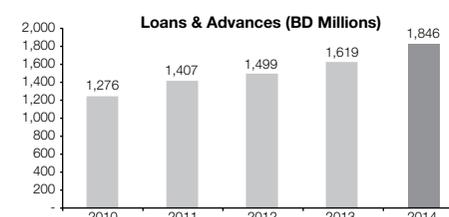
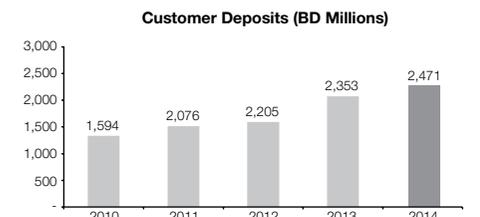
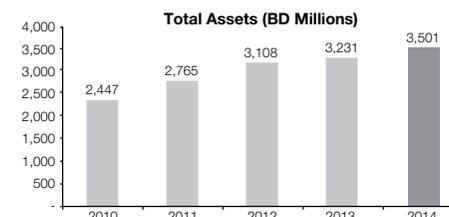
	Attributable to the owners of the Bank					Non-controlling interest	Total equity
	Share capital	Others	Retained earnings	Proposed appropriations	Total		
Balance at 1 January 2013	85,135	131,829	49,840	22,361	289,165	502	289,667
Profit for the year	-	-	45,051	-	45,051	216	45,267
Other comprehensive income	-	6,991	-	-	6,991	-	6,991
Total comprehensive income	-	6,991	45,051	-	52,042	216	52,258
Share - based payments	-	-	102	-	102	-	102
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	-	547	-	-	547	-	547
Transfer to statutory reserve	-	4,257	(4,257)	-	-	-	-
Proposed appropriations	-	-	(22,989)	22,989	-	-	-
Transfer to general reserve 2012	-	4,200	-	(4,200)	-	-	-
<b>Balance at 31 December 2013</b>	<b>93,649</b>	<b>147,824</b>	<b>67,747</b>	<b>22,989</b>	<b>332,209</b>	<b>718</b>	<b>332,927</b>
Profit for the year	-	-	50,095	-	50,095	211	50,306
Other comprehensive income	-	(10,233)	-	-	(10,233)	-	(10,233)
Total comprehensive income	-	(10,233)	50,095	-	39,862	211	40,073
Share - based payments	-	-	259	-	259	-	259
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	-	(3,937)	-	-	(3,937)	-	(3,937)
Movement in non-controlling interest	-	-	-	-	-	529	529
Transfer to statutory reserve	-	4,682	(4,682)	-	-	-	-
Proposed appropriations	-	-	(31,402)	31,402	-	-	-
Transfer to general reserve 2013	-	3,125	-	(3,125)	-	-	-
<b>Balance at 31 December 2014</b>	<b>103,014</b>	<b>141,461</b>	<b>82,017</b>	<b>31,402</b>	<b>357,894</b>	<b>1,458</b>	<b>359,352</b>

## SEGMENTAL INFORMATION

Year ended 31 December 2014  
BD '000s

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
<b>31 December 2014</b>					
Operating income before share of profit of associated companies and joint ventures	31,506	28,376	23,774	29,513	113,169
Segment result	9,156	9,487	557	26,729	45,929
Share of profit of associated companies and joint ventures	4,235	-	-	142	4,377
Profit for the year	-	-	-	-	50,306
Profit attributable to non-controlling interest	-	-	-	-	(211)
<b>Profit for the year attributable to the owners of the Bank</b>					<b>50,095</b>

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
<b>31 December 2013</b>					
Operating income before share of profit of associated companies and joint ventures	28,747	29,179	24,998	23,592	106,516
Segment result	3,919	8,169	10,058	17,252	39,398
Share of profit of associated companies and joint ventures	3,589	-	-	2,280	5,869
Profit for the year	-	-	-	-	45,267
Profit attributable to non-controlling interest	-	-	-	-	(216)
<b>Profit for the year attributable to the owners of the Bank</b>					<b>45,051</b>



Murad Ali Murad  
Chairman

Aref Saleh Khamis  
Deputy Chairman

Abdulkarim Ahmed Bucheery  
Chief Executive