



Al Salam Bank-Bahrain B.S.C. Interim Condensed Consolidated Financial Statements for the period ended 30 June 2012

These were extracted from the interim condensed consolidated financial statements on which Ernst & Young issued an unqualified review report dated 29th July 2012.

INTERIM CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 30 June 2012	Three months ended 30 June 2011	Six months ended 30 June 2012	Six months ended 30 June 2011	INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	30 June 2012 (Reviewed)	31 December 2011 (Audited)
	BD '000	BD '000	BD '000	BD '000		BD '000	BD '000
OPERATING INCOME					ASSETS		
Income from financing contracts and sukuk	8,730	6,966	16,847	13,379	Cash and balances with banks and Central Bank of Bahrain	144,612	72,318
Gains on sale of investments and sukuk	3,578	1,044	3,578	1,737	Central Bank of Bahrain Sukuk	122,554	125,027
Income / (loss) from FVTPL investments	497	(187)	454	(488)	Murabaha and Wakala receivables from banks	125,099	135,698
Fair value changes on FVTPL investments	(7,377)	564	(4,085)	672	Corporate Sukuk	71,703	49,650
Net gain from available-for-sale investments	1,950	-	1,759	-	Murabaha financing	127,763	135,383
Dividend income	228	311	768	559	Mudaraba financing	95,041	57,706
Fees, commissions and foreign exchange gains	353	723	809	1,282	Ijarah Muntahia Bittamleek	75,180	66,477
	7,959	9,421	20,130	17,141	Musharaka financing	15,639	11,711
Profit on Murabaha and Wakala payables to banks	(154)	(198)	(302)	(364)	Assets under conversion	24,459	27,750
Profit on Wakala payables to non-banks	(5,321)	(3,661)	(10,841)	(7,705)	Non-trading investments	213,073	223,320
Profit relating to equity of investment accountholders	(49)	(31)	(87)	(94)	Investment in an associate	7,366	-
Depreciation on Ijarah Muntahia Bittamleek	(2,241)	(1,197)	(4,025)	(1,977)	Investment properties	2,500	2,500
Total operating income	194	4,334	4,875	7,001	Receivables and prepayments	25,778	15,278
OPERATING EXPENSES					Premises and equipment	895	1,089
Staff costs	1,549	1,544	3,058	3,049	TOTAL ASSETS	1,051,662	923,907
Premises and equipment cost	313	289	600	566	LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
Depreciation	108	296	246	603	LIABILITIES		
Other operating expenses	821	884	1,639	1,807	Murabaha and Wakala payables to banks	93,869	104,573
Total operating expenses	2,791	3,013	5,543	6,025	Wakala payables to non-banks	615,268	515,147
NET (LOSS) PROFIT BEFORE PROVISIONS	(2,597)	1,321	(668)	976	Customers' current accounts	99,930	66,585
Provision (charge)/release for financing facilities	(27)	115	(144)	(353)	Liabilities under conversion	-	7,633
NET (LOSS) PROFIT FOR THE PERIOD	(2,624)	1,436	(812)	623	Other liabilities	17,886	13,088
Attributable to:					TOTAL LIABILITIES	826,953	707,026
Shareholders of the Bank	(2,624)	1,371	(848)	518	EQUITY OF INVESTMENT ACCOUNTHOLDERS	27,825	16,256
Non-controlling interest	-	65	36	105	OWNERS' EQUITY		
	(2,624)	1,436	(812)	623	Share capital	149,706	149,706
WEIGHTED AVERAGE NUMBER OF SHARES	1,491,465,451	1,493,731,548	1,491,465,451	1,493,731,548	Treasury stock	(492)	(465)
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	(1.8)	0.9	(0.6)	0.3	Reserves and retained earnings	47,670	47,228
					Total equity attributable to shareholders of the Bank	196,884	196,469
					Non-controlling interest	-	4,156
					TOTAL OWNERS' EQUITY	196,884	200,625
					TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,051,662	923,907

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (REVIEWED)	Six months ended 30 June 2012	Six months ended 30 June 2011
	BD '000	BD '000
Balance at 1 January	200,625	202,625
Changes due to adoption of FAS 25	-	(765)
Balance as of 1 January (restated)	200,625	201,860
Total comprehensive income for the period:		
Net (loss) profit for the period	(812)	623
<i>Other comprehensive income:</i>		
Net change in fair value	1,290	(1,188)
Transfer to income statement	-	96
Total comprehensive income	478	(469)
Transfer to other liabilities	(4,192)	-
Treasury shares purchased	(27)	(465)
Balance at 30 June	196,884	200,926

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Six months ended 30 June 2012	Six months ended 30 June 2011
	BD '000	BD '000
Net cash from (used in) operating activities	41,087	(53,267)
Net cash used in investing activities	(52)	(183)
Net cash from (used in) financing activities	11,542	(6,085)
NET CHANGE IN CASH AND CASH EQUIVALENTS	52,577	(59,535)
Cash and cash equivalents at 1 January	187,729	203,116
CASH AND CASH EQUIVALENTS AT 30 JUNE	240,306	143,581

These interim condensed consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors dated 29th July 2012.

Shaikha Hessa bint Khalifa Al Khalifa
Chairperson of the Board

Yousif Taqi
Director & CEO