

Al Salam Bank - Bahrain B.S.C.

Consolidated Financial Statements for the year ended
31 December 2019.

These statements have been extracted from the consolidated financial statements on which KPMG issued an unmodified audit report dated 12 February 2020.

مصرف السلام
Al Salam Bank



Bahrain البحرين

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 December 2019	31 December 2018
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	219,456	82,257
Sovereign Sukuk and placements with Central Bank	340,950	377,216
Placements with financial institutions	118,615	140,304
Corporate Sukuk	21,880	9,222
Financing assets	723,198	568,905
Finance lease assets	348,488	256,892
Non-trading investments	108,991	107,508
Investment properties	72,774	74,261
Development properties	2,943	6,290
Investment in associates	10,640	15,972
Other assets	44,260	45,581
Goodwill	25,971	25,971
TOTAL ASSETS	2,038,166	1,710,379
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST		
LIABILITIES		
Placements from financial institutions	392,014	214,377
Placements from customers	751,712	635,741
Customers' current accounts	289,456	251,842
Murabaha term financing	145,590	155,543
Other liabilities	41,481	48,293
TOTAL LIABILITIES	1,620,253	1,305,796
EQUITY OF INVESTMENT ACCOUNTHOLDERS	102,476	99,761
OWNERS' EQUITY		
Share capital	221,586	214,093
Treasury stock	(6,758)	(3,855)
Reserves and retained earnings	99,910	93,901
Total owners' equity	314,738	304,139
Non-controlling interest	699	683
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST	2,038,166	1,710,379

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	31 December 2019	31 December 2018
	BD '000	BD '000
Balance as of 1 January	304,822	303,837
Net profit for the year	21,130	18,520
Net changes in fair value	-	(607)
Foreign currency re-translation	(238)	(155)
Total recognised income and expense	20,892	17,758
Cash dividend for the year 2018	(7,353)	-
Dividend for 2017	-	(14,852)
Purchase of treasury stock	(2,903)	(1,976)
Movements in non-controlling interest	(21)	55
Balance as of 31 December	315,437	304,822

CONSOLIDATED INCOME STATEMENT	31 December 2019	31 December 2018
	BD '000	BD '000
OPERATING INCOME		
Finance income	59,712	49,384
Income from Sukuk	17,066	16,767
Income from non-trading investments	2,633	(889)
(Loss) / income from properties	(1,442)	420
Fees and commission, net	7,639	9,396
Share of profit from associates	1,209	375
Other income	4,889	9,464
Total operating income	91,706	84,917
Finance expense on placements from financial institutions	(6,820)	(5,169)
Finance expense on placements from customers	(25,442)	(17,893)
Finance expense on Murabaha term financing	(5,583)	(4,515)
Return on equity of investment accountholders before Group's share as a Mudarib	(1,904)	(492)
Group's share as a Mudarib	1,570	246
Share of profit of investment accountholders	(334)	(246)
Net income	53,527	57,094
OPERATING EXPENSES		
Staff cost	15,394	11,861
Premises and equipment cost	2,269	2,019
Depreciation	1,599	869
Other operating expenses	10,525	13,164
Total operating expenses	29,787	27,913
PROFIT BEFORE IMPAIRMENT ALLOWANCES	23,740	29,181
Net impairment charge	(2,610)	(10,661)
NET PROFIT FOR THE YEAR	21,130	18,520
ATTRIBUTABLE TO:		
- Shareholders of the Bank	21,093	18,499
- Non-controlling interest	37	21
	21,130	18,520
Basic and diluted earnings per share (fils)	9.8	8.7

CONSOLIDATED STATEMENT OF CASH FLOWS	31 December 2019	31 December 2018
	BD '000	BD '000
Net cash from / (used in) operating activities	102,795	(11,671)
Net cash from investing activities	4,594	11,753
Net cash (used in) / from financing activities	(20,654)	41,457
NET CHANGE IN CASH AND CASH EQUIVALENTS	86,735	41,539
Cash and cash equivalents at 1 January	216,561	175,022
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	303,296	216,561

These consolidated financial statements have been authorized for issue in accordance with a resolution of the Board of Directors dated 12 February 2020.

Khaleefa Butti Omaid Al Muhairi
Chairman

H.E. Shaikh Khalid bin Mustahail Al Mashani
Deputy Chairman

Rafik Nayed
Group Chief Executive Officer