

**Al Salam Bank - Bahrain B.S.C.**  
Condensed Consolidated Interim Financial Information  
for the Period Ended 31 March 2021.

The full set of financial statements, which were reviewed by the external auditors, KPMG, are available on Bahrain Bourse's website.



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION	31 March 2021 (Reviewed)	31 December 2020 (Audited)
	BD '000	BD '000
<b>ASSETS</b>		
Cash and balances with banks and Central Bank	259,707	288,266
Placements with financial institutions	70,319	37,965
Sovereign Sukuk	399,891	393,108
Corporate Sukuk	16,117	16,395
Financing assets	842,470	814,449
Finance lease assets	504,235	469,363
Non-trading investments	97,150	98,034
Investment properties	61,790	67,586
Development properties	2,943	2,943
Investment in associates	13,533	12,036
Other assets	49,697	35,237
Goodwill	25,971	25,971
<b>TOTAL ASSETS</b>	<b>2,343,823</b>	<b>2,261,353</b>
<b>LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST</b>		
<b>LIABILITIES</b>		
Placements from financial institutions	127,650	116,883
Customers' current accounts	363,279	363,970
Murabaha term financing	199,612	221,671
Other liabilities	55,351	52,282
<b>TOTAL LIABILITIES</b>	<b>745,892</b>	<b>754,806</b>
<b>EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>		
Wakala from financial institutions	268,911	264,784
Wakala and Mudaraba from customers	1,041,881	960,596
<b>TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>	<b>1,310,792</b>	<b>1,225,380</b>
<b>OWNERS' EQUITY</b>		
Share capital	241,972	230,450
Treasury stock	(7,530)	(7,530)
Reserves	52,258	57,846
<b>Total owners' equity</b>	<b>286,700</b>	<b>280,766</b>
Non-controlling interest	439	401
<b>TOTAL EQUITY</b>	<b>287,139</b>	<b>281,167</b>
<b>TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST</b>	<b>2,343,823</b>	<b>2,261,353</b>

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	31 March 2021 (Reviewed)	31 March 2020 (Unreviewed)
	BD '000	BD '000
Balance as of 1 January	281,167	324,402
Impact of adopting FAS 32	57	-
Balance as at 1 January 2021 (restated)	281,224	-
Net profit for the period	6,075	2,490
Movement in fair value of Sukuks	(61)	4,389
Foreign currency re-translation	(149)	(258)
<b>Total recognised income and expense</b>	<b>5,865</b>	<b>6,621</b>
Cash dividend for the year 2019	-	(8,551)
Modification loss	-	(24,768)
Purchase of treasury stock	-	(772)
Movements in non-controlling interest	50	(25)
<b>Balance at 31 March</b>	<b>287,139</b>	<b>296,907</b>

CONDENSED CONSOLIDATED INCOME STATEMENT	31 March 2021 (Reviewed)	31 March 2020 (Unreviewed)
	BD '000	BD '000
<b>OPERATING INCOME</b>		
Finance income	19,813	18,578
Income from Sukuk	4,892	4,243
Loss from non-trading investments	(880)	(3,263)
Income / (Loss) from properties	144	(39)
Fees and commission, net	1,770	1,916
Share of profit from associates	1,547	1,953
Other income	743	530
<b>Total operating income</b>	<b>28,029</b>	<b>23,918</b>
Finance expense on placements from financial institutions	(1,047)	(1,555)
Finance expense on Murabaha term financing	(1,081)	(1,183)
Return on equity of investment accountholders before Group's share as a Mudarib and Wakala	(15,110)	(10,196)
Group's share as a Mudarib	33	283
Group's Wakala fee	7,651	2,442
Share of profit of investment accountholders	(7,426)	(7,471)
<b>Net operating income</b>	<b>18,475</b>	<b>13,709</b>
<b>OPERATING EXPENSES</b>		
Staff cost	4,116	3,948
Premises cost	542	670
Depreciation	274	219
Other operating expenses	2,921	2,979
<b>Total operating expenses</b>	<b>7,853</b>	<b>7,816</b>
<b>PROFIT BEFORE IMPAIRMENT ALLOWANCES</b>	<b>10,622</b>	<b>5,893</b>
Net impairment charge	(4,547)	(3,403)
<b>NET PROFIT FOR THE PERIOD</b>	<b>6,075</b>	<b>2,490</b>
<b>ATTRIBUTABLE TO:</b>		
- Shareholders of the Bank	6,087	2,512
- Non-controlling interest	(12)	(22)
	<b>6,075</b>	<b>2,490</b>
<b>Basic and diluted earnings per share (fils)</b>	<b>2.6</b>	<b>1.1</b>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	31 March 2021 (Reviewed)	31 March 2020 (Unreviewed)
	BD '000	BD '000
Net cash from operating activities	23,600	10,123
Net cash used in investing activities	(1,240)	(11,856)
Net cash (used in) / from financing activities	(22,895)	29,221
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(535)</b>	<b>27,488</b>
Cash and cash equivalents at 1 January	291,645	303,296
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH</b>	<b>291,110</b>	<b>330,784</b>

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 11 May 2021.

H.E. Shaikh Khalid bin Mustahil Al Mashani  
Chairman

Matar Mohamed Al Blooshi  
Deputy Chairman

Rafik Nayed  
Group Chief Executive Officer