

**Al Salam Bank B.S.C.**  
**Condensed Consolidated Interim Financial Information**  
**for the six months period ended 30 June 2023**



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	30 June 2023	31 December 2022	CONDENSED CONSOLIDATED INCOME STATEMENT	Three months ended 30 June 2023	Three months ended 30 June 2022	Six months ended 30 June 2023	Six months ended 30 June 2022
	(Reviewed)	(Audited)		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
	BD'000	BD'000		BD'000	BD'000	BD'000	BD'000
<b>ASSETS</b>			<b>INCOME</b>				
Cash and balances with banks and central bank	572,912	367,747	Finance income	44,510	19,411	77,030	37,428
Placements with financial institutions	178,262	113,096	Income from sukuk	11,652	8,163	22,417	15,255
Investment in sukuk	932,591	837,381	Income from non-trading investments, net	7,966	-	7,948	(1,480)
Financing assets	2,559,021	1,986,465	Fees and commission, net	4,615	2,324	6,816	4,118
Non trading investments	110,654	106,796	Share of profit from associates, net	5,175	447	11,632	895
Takaful and related assets	53,309	51,690	Income from Takaful operations, net	2,400	-	3,797	-
Investment in real estate	75,925	62,462	Other income	831	(76)	1,407	666
Investment in associates	221,406	254,006	<b>Total income</b>	<b>77,149</b>	<b>30,269</b>	<b>131,047</b>	<b>56,882</b>
Other assets	91,184	67,720	Finance expense on placements				
Goodwill and other intangible assets	75,547	51,998	from financial institutions	(3,011)	(614)	(5,397)	(1,406)
<b>TOTAL ASSETS</b>	<b>4,870,811</b>	<b>3,899,361</b>	Finance expense on murabaha term financing	(5,647)	(687)	(10,112)	(1,158)
<b>LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST</b>			Return on equity of investment accountholders				
<b>LIABILITIES</b>			before Group's share as a mudarib and wakil	(46,995)	(18,673)	(81,294)	(35,294)
Placements from financial institutions and customers	175,457	187,724	Group's share as a mudarib and wakil	22,009	9,640	35,948	17,141
Customers' current accounts	960,976	550,281	Share of profit of investment accountholders	(24,986)	(9,033)	(45,346)	(18,153)
Murabaha term financing	418,317	320,989	<b>Net operating income</b>	<b>43,505</b>	<b>19,935</b>	<b>70,192</b>	<b>36,165</b>
Takaful and related liabilities	92,225	91,741	<b>EXPENSES</b>				
Other liabilities	105,896	78,798	Staff cost	8,702	5,077	15,307	9,434
<b>TOTAL LIABILITIES</b>	<b>1,752,871</b>	<b>1,229,533</b>	Premises cost	861	419	1,559	809
<b>EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>			Depreciation and amortization	1,170	319	1,820	645
Wakala from financial institutions	310,231	319,339	Other operating expenses	7,764	3,237	13,258	5,688
Wakala and mudaraba from customers	2,423,631	2,013,134	<b>Total expenses</b>	<b>18,497</b>	<b>9,052</b>	<b>31,944</b>	<b>16,576</b>
<b>TOTAL EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>	<b>2,733,862</b>	<b>2,332,473</b>	<b>PROFIT BEFORE IMPAIRMENT ALLOWANCES</b>	<b>25,008</b>	<b>10,883</b>	<b>38,248</b>	<b>19,589</b>
<b>OWNERS' EQUITY</b>			Net impairment charge on financial assets				
Share capital	261,692	249,231	and investments	(12,847)	(3,879)	(15,199)	(6,069)
Treasury shares	(9,878)	(12,021)	<b>NET PROFIT BEFORE TAX</b>	<b>12,161</b>	<b>7,004</b>	<b>23,049</b>	<b>13,520</b>
Share premium	209	209	Tax for the period	(1,181)	-	(1,181)	-
Retained earnings	27,400	31,691	<b>NET PROFIT FOR THE PERIOD</b>	<b>10,980</b>	<b>7,004</b>	<b>21,868</b>	<b>13,520</b>
Reserves	38,422	34,141	<b>ATTRIBUTABLE TO:</b>				
<b>Total owners' equity</b>	<b>317,845</b>	<b>303,251</b>	- Shareholders of the bank	10,279	7,007	20,554	13,519
Non-controlling interest	66,233	34,104	- Non-controlling interest	701	(3)	1,314	1
<b>TOTAL EQUITY</b>	<b>384,078</b>	<b>337,355</b>	<b>Basic and diluted earnings per share ( fils)</b>	<b>4.0</b>	<b>2.8</b>	<b>8.0</b>	<b>5.5</b>
<b>TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS, OWNERS' EQUITY AND NON-CONTROLLING INTEREST</b>	<b>4,870,811</b>	<b>3,899,361</b>					

  

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS	30 June 2023	30 June 2022	CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN OWNERS EQUITY	30 June 2023	30 June 2022
	(Reviewed)	(Reviewed)		(Reviewed)	(Reviewed)
	BD'000	BD'000		BD'000	BD'000
Net cash (used in) operating activities	(34,967)	(40,053)	<b>Balance at 1 January</b>	<b>337,355</b>	<b>296,759</b>
Net cash from / (used in) investing activities	217,141	(84,807)	Profit for the period	21,868	13,520
Net cash from financing activities	91,046	47,993	Movement in fair value, net	(322)	(7,668)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>273,220</b>	<b>(76,867)</b>	Movement in share of reserve of investment in associate	2,384	-
Cash and cash equivalents at 1 January	383,532	395,947	Movement in FX translation reserve	3,123	(591)
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>656,752</b>	<b>319,080</b>	Reclassification to amortized cost	-	(4,612)
			<b>Total recognized income and expense</b>	<b>27,053</b>	<b>649</b>
			Cash dividend for the year	(12,359)	(9,121)
			Shares allocated to staff during the period	1,815	-
			Purchase of treasury shares	-	562
			Movements in non-controlling interest	30,214	229
			<b>Balance at 30 June</b>	<b>384,078</b>	<b>289,078</b>

These condensed consolidated interim financial information have been authorised for issue in accordance with a resolution of the Board of Directors dated 10 August 2023

H.E. Shaikh Khalid bin Mustahil Al Mashani  
Chairman

Matar Mohamed Al Blooshi  
Deputy Chairman

Rafik Nayed  
Group Chief Executive Officer