

# KFH – Bahrain launches WhatsApp Business service

Al-Maarafi: Phase 1 focused on Mazaya Social-Housing Scheme related queries

● The service is available throughout the day

TDT | Manama

Kuwait Finance House (KFH) – Bahrain announced launching its official WhatsApp Business service to facilitate communication with clients and receive queries and

applications.

The service, available throughout the day, is currently limited to real estate financing transactions of Mazaya Social Housing Finance Scheme, extended in partnership with the Ministry of Housing. KFH – Bahrain further said it would provide additional new and diverse banking services soon.

Commenting, Khalid Al-Maarafi, KFH – Bahrain Executive Manager and Head of Retail & Private Banking, said:

“Our launch of this service, which targets all clients, comes as part of the Bank’s initiatives to boost digital interaction with all KFH-Bahrain

KHALID AL-MAARAFI, KFH – BAHRAIN EXECUTIVE MANAGER AND HEAD OF RETAIL & PRIVATE BANKING



“Our launch of this service, which targets all clients, comes as part of the Bank’s initiatives to boost digital interaction with all KFH-Bahrain. This application, which is the best and fastest user-friendly secure chat application, also helps the Bank bolster its performance by better communicating with its clients and allowing them at the same time to ask questions about the Bank’s Mazaya and real estate financing service offerings”.

## Al Baraka Banking Group (B.S.C.) CONSOLIDATED FINANCIAL STATEMENTS



### INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION At 30 June 2020 (Reviewed)

	Reviewed 30 June 2020 US\$ '000	Audited 31 December 2019 US\$ '000
<b>ASSETS</b>		
Cash and balances with banks	4,504,770	5,386,926
Receivables	11,217,471	10,894,937
Mudaraba and Musharaka financing	2,161,409	3,228,615
Ijarah Muntahia Bittamleek	1,692,916	1,756,756
Investments	5,361,594	3,872,538
Property and equipment	442,206	455,031
Other assets	746,682	663,728
<b>TOTAL ASSETS</b>	<b>26,127,048</b>	<b>26,258,531</b>
<b>LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY</b>		
<b>LIABILITIES</b>		
Customer current and other accounts	6,264,017	6,195,073
Due to banks	1,050,184	1,106,923
Long term financing	434,860	379,269
Other liabilities	1,299,251	1,098,200
<b>Total liabilities</b>	<b>9,048,312</b>	<b>8,779,465</b>
<b>EQUITY OF INVESTMENT ACCOUNTHOLDERS</b>		
Financial institutions	530,152	542,078
Non-financial institutions and individuals	14,385,601	14,613,798
<b>Total equity of investment accountholders</b>	<b>14,915,753</b>	<b>15,155,876</b>
<b>OWNERS' EQUITY</b>		
Share capital	1,242,879	1,242,879
Treasury shares	(8,371)	(8,308)
Share premium	18,158	18,138
Perpetual tier 1 capital	400,000	400,000
Reserves	176,118	177,254
Cumulative changes in fair values	27,611	29,370
Foreign currency translations	(834,318)	(752,068)
Retained earnings	362,665	335,089
Proposed appropriations	-	24,858
Equity attributable to parent's shareholders and Sukuk holders	1,384,742	1,467,212
Non-controlling interest	778,241	855,978
<b>Total owners' equity</b>	<b>2,162,983</b>	<b>2,323,190</b>
<b>TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNT HOLDERS AND OWNERS' EQUITY</b>	<b>26,127,048</b>	<b>26,258,531</b>

### INTERIM CONSOLIDATED STATEMENT OF INCOME For the six months ended 30 June 2020 (Reviewed)

	Six months ended	
	30 June 2020 US\$ '000	30 June 2019 US\$ '000
<b>INCOME</b>		
Net income from jointly financed contracts and investments	668,361	684,866
Return on equity of investment accountholders before Group's share as a Mudarib	(572,936)	(600,730)
Group's share as a Mudarib	205,493	169,081
Return on equity of investment accountholders	(367,443)	(431,649)
Group's share of income from equity of investment accountholders (as a Mudarib and Rabalmaal)	300,918	253,217
Mudarib share for managing off-balance sheet equity of investment accountholders	7,903	6,872
Net income from self financed contracts and investments	124,986	83,682
Fees and commission income	64,694	82,508
Other operating income	72,300	48,060
Profit paid on long term financing	570,801	474,339
<b>TOTAL OPERATING INCOME</b>	<b>552,711</b>	<b>442,344</b>
<b>OPERATING EXPENSES</b>		
Staff expenses	159,667	160,983
Depreciation and amortisation	19,717	20,252
Other operating expenses	98,738	91,399
<b>TOTAL OPERATING EXPENSES</b>	<b>278,122</b>	<b>272,634</b>
<b>NET INCOME FOR THE PERIOD BEFORE NET ALLOWANCE FOR CREDIT LOSSES / IMPAIRMENT AND TAXATION</b>	<b>274,589</b>	<b>169,710</b>
Net allowance for credit losses/impairment	(126,670)	(28,465)
<b>NET INCOME FOR THE PERIOD BEFORE TAXATION</b>	<b>147,919</b>	<b>141,245</b>
Taxation	(57,544)	(45,873)
<b>NET INCOME FOR THE PERIOD</b>	<b>90,375</b>	<b>95,372</b>
Attributable to:		
Equity holders of the parent	47,087	56,162
Non-controlling interest	43,288	39,210
	<b>90,375</b>	<b>95,372</b>
Basic and diluted earnings per share - US cents	2.54	3.27

### CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS For the six months ended 30 June 2020 (Reviewed)

	Six months ended	
	30 June 2020 US\$ '000	30 June 2019 US\$ '000
Net cash from operating activities	1,348,220	373,063
Net cash used in investing activities	(1,455,086)	(266,517)
Net cash used in financing activities	(448)	(745,703)
Foreign currency translation adjustments	(182,332)	(95,619)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(289,646)</b>	<b>(734,776)</b>
Cash and cash equivalents at 1 January	2,926,185	2,917,794
<b>CASH AND CASH EQUIVALENTS AT 30 JUNE</b>	<b>2,636,539</b>	<b>2,183,018</b>

### CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY For the six months ended 30 June 2020 (Reviewed)

	Equity attributable to parent's shareholders and Sukuk holders US\$ '000	Non-controlling interest US\$ '000	Total owners' equity US\$ '000
At 1 January 2020	1,467,212	855,978	2,323,190
Dividends	(24,858)	-	(24,858)
Net movement in treasury shares	359	-	359
Net movement in other reserves	(1,136)	(1,080)	(2,216)
Net movement in cumulative changes in fair values	(1,759)	(201)	(1,960)
Foreign currency translations	(82,250)	(100,092)	(182,342)
Net income for the period	47,087	43,288	90,375
Dividends of subsidiaries	-	(15,618)	(15,618)
Allocation of Zakah	(1,656)	-	(1,656)
Profit distribution on perpetual tier 1 capital	(15,750)	-	(15,750)
Movement related to subsidiaries' tier 1 capital	3,626	(6,353)	(2,727)
Modification loss net of government assistance	(6,370)	(552)	(6,922)
Effect of change in ownership	237	(237)	-
Net movement in non-controlling interest	-	3,108	3,108
<b>At 30 June 2020</b>	<b>1,384,742</b>	<b>778,241</b>	<b>2,162,983</b>
At 1 January 2019	1,545,545	710,442	2,255,987
Dividends	(37,286)	-	(37,286)
Net movement in treasury shares	128	-	128
Net movement in other reserves	570	725	1,295
Net movement in cumulative changes in fair values	(104)	56	(48)
Foreign currency translations	(73,201)	(22,418)	(95,619)
Net income for the period	56,162	39,210	95,372
Dividends of subsidiaries	-	(26,400)	(26,400)
Allocation of Zakah	(2,235)	-	(2,235)
Profit distribution on perpetual tier 1 capital	(15,750)	-	(15,750)
Movement related to subsidiaries' tier 1 capital	1,880	(4,444)	(2,564)
Effect of change in ownership	(3,408)	3,408	-
Net movement in non-controlling interest	-	389	389
<b>At 30 June 2019</b>	<b>1,472,301</b>	<b>700,968</b>	<b>2,173,269</b>

Abdullah Saleh Kamel  
Chairman

Adnan Ahmed Yousif  
Member of the Board and President and Chief Executive

The above Interim Condensed Consolidated Financial Statements, have been extracted from the Interim Condensed Consolidated Financial Statements reviewed by Ernst & Young-Bahrain. These statements are available in full detail on the web site indicated below.

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3 continents

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Al Baraka Banking Group B.S.C.  
Al Baraka Headquarters - Bahrain Bay  
P.O. BOX 1882, Manama - Kingdom of Bahrain  
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