

Arab Bank plc – Kingdom of Bahrain –
Retail Branch
Branch of Foreign Bank

البنك العربي
ARAB BANK



INTERIM CONDENSED STATEMENT OF FINANCIAL POSITION
At 30 June 2022 (Reviewed)

	Reviewed 30 June 2022	Audited 31 December 2021
	BD '000	BD '000
ASSETS		
Cash and deposits with Central Bank of Bahrain	229,806	369,704
Balances with banks and financial institutions	17,202	211
Balances with Head Office, other branches and affiliates	50,368	39,080
Investment at fair value through other comprehensive income	210	203
Investments at amortized cost	161,458	149,266
Derivative assets	6,851	3,159
Loans and advances	231,099	220,480
Interest receivable	4,658	4,844
Other assets	6,272	6,077
Premises and equipment	613	594
Total Assets	708,537	793,618
LIABILITIES AND HEAD OFFICE FUNDS		
LIABILITIES		
Due to banks and financial institutions	4,178	2,630
Due to the Head Office, other branches and affiliates	273,649	386,271
Customers' deposits	392,240	372,104
Derivative liabilities	5,893	3,661
Interest payable	1,372	1,454
Other liabilities	4,165	4,524
Employees' end-of-service benefits	213	181
Total Liabilities	681,710	770,825
HEAD OFFICE FUNDS		
Head Office capital	20,058	20,058
Fair value reserve	202	195
Retained earnings	6,567	2,540
Total Head Office Funds	26,827	22,793
Total Liabilities and Head Office Funds	708,537	793,618

The interim condensed financial statements and the notes to the financial statements were approved and authorized for issue on 30th August 2022 by Ms. Nadya Talhouni, Country Manager.

INTERIM CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the six-month period ended 30 June 2022 (Reviewed)

	Six-month period ended 30 June	
	2022	2021
	BD '000	BD '000
Interest income	13,605	13,246
Interest expense	(7,396)	(7,026)
Net Interest Income	6,209	6,220
Net fees and commission income	1,895	1,582
Foreign exchange gain	261	302
Net other income / (loss)	24	(461)
Operating Income	8,389	7,643
Staff expenses	(1,314)	(1,094)
Depreciation	(154)	(155)
Premises and equipment expenses	(441)	(416)
General and administrative expenses	(1,383)	(1,314)
Operating Expenses	(3,292)	(2,979)
Operating profit before provision for credit losses	5,097	4,664
Expected credit losses - net	(1,070)	(1,324)
Net Profit For The Period	4,027	3,340
Other Comprehensive Income / (Loss):		
Items that will not be reclassified subsequently to profit or loss:		
Net change in fair value of financial assets at fair value through other comprehensive income	7	(20)
Total other comprehensive income / (loss) for the period	7	(20)
Total Comprehensive Income For The Period	4,034	3,320

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INTERIM STATEMENT OF CASH FLOWS
For the six-month period ended 30 June 2022 (Reviewed)

	Six-month period ended 30 June	
	2022	2021
	BD '000	BD '000
OPERATING ACTIVITIES		
Net profit for the period	4,027	3,340
Adjustments for:		
Depreciation	154	155
Expected credit losses - net	1,070	1,324
Provision for employees' end-of-service benefits	32	16
Fair value loss on foreclosed assets	-	708
	5,283	5,543
Changes in operating assets and liabilities:		
Compulsory regulatory reserve with Central Bank of Bahrain	267	(21)
Balance with other branch - Non Cash Equivalent	(103)	-
Derivative assets	(3,692)	(2,191)
Loans and advances	(11,687)	(6,874)
Interest receivable	186	(379)
Other assets	(195)	(488)
Due to banks and financial institutions	1,548	(443)
Due to the Head Office, other branches and affiliates	(112,622)	220,396
Customers' deposits	20,136	4,468
Derivative liabilities	2,232	1,458
Interest payable	(82)	(636)
Other liabilities	(387)	332
Employees' end-of-service benefits	-	(13)
Net cash flows (used in) from operating activities	(99,116)	221,152
INVESTING ACTIVITIES		
Addition to premises and equipment	(173)	(15)
Purchase of investments at amortized cost	(12,166)	(1,477)
Net cash flows used in investing activities	(12,339)	(1,492)
Net Change In Cash And Cash Equivalents	(111,455)	219,660
Cash and cash equivalents at 1 January	380,853	270,577
Cash And Cash Equivalents At 30 June	269,398	490,237
Comprising:		
Cash and deposits with Central Bank of Bahrain (excluding regulatory reserve)	221,988	464,780
Balances with banks and financial institutions - gross	17,202	252
Balances with Head Office, other branches and affiliates	30,208	25,205
	269,398	490,237

INTERIM STATEMENT OF CHANGES IN HEAD OFFICE FUNDS
For the six-month period ended 30 June 2022 (Reviewed)

	Head Office Capital	Statutory Reserve	Fair Value Reserve	Retained Earnings/ (Accumulated losses)	Total
	BD '000	BD '000	BD '000	BD '000	BD '000
Balance at 1 January 2022	20,058	-	195	2,540	22,793
Net profit for the period	-	-	-	4,027	4,027
Total other comprehensive loss for the period	-	-	7	-	7
Balance at 30 June 2022	20,058	-	202	6,567	26,827
Balance at 1 January 2021	20,058	484	215	(2,384)	18,373
Net profit for the period	-	-	-	3,340	3,340
Total other comprehensive loss for the period	-	-	(20)	-	(20)
Balance at 30 June 2021	20,058	484	195	956	21,693