



INTERIM STATEMENT OF FINANCIAL POSITION 30 September 2013 (Unaudited)

	<i>(Unaudited)</i> 30 Sept 2013 US\$'000	<i>Audited</i> 31 Dec 2012 US\$'000
ASSETS		
Cash and balances with banks	19,834	7,102
Deposits with banks and other financial institutions	599,657	664,904
Investments held for trading	13,601	24
Non-trading investments	136,619	38,890
Loans and advances	353,026	378,684
Property, equipment and software	13,614	13,966
Interest receivable	7,670	8,034
Other assets	1,328	495
TOTAL ASSETS	1,145,349	1,112,099
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	460,820	519,017
Due to banks and other financial institutions	343,103	267,063
Due to customers	21,084	21,083
Interest payable	153	169
Other liabilities	11,513	4,168
Total liabilities	836,673	811,500
Equity		
Share capital	250,000	250,000
Statutory reserve	9,933	9,933
Retained earnings	50,297	20,666
Proposed dividend	-	20,000
Fair value reserve	(1,554)	-
Total equity	308,676	300,599
TOTAL LIABILITIES AND EQUITY	1,145,349	1,112,099

INTERIM STATEMENT OF CHANGES IN EQUITY - Nine months ended 30 September 2013 (Unaudited)

	<i>Share capital</i> US\$'000	<i>Statutory reserve</i> US\$'000	<i>Retained earnings</i> US\$'000	<i>Proposed dividend</i> US\$'000	<i>Fair value reserve</i> US\$'000	<i>Total</i> US\$'000
Balance as at 1 January 2013	250,000	9,933	20,666	20,000	-	300,599
Net Profit for the period	-	-	29,631	-	-	29,631
Other comprehensive loss	-	-	-	-	(1,554)	(1,554)
Total comprehensive income (loss) for the period	-	-	29,631	-	(1,554)	28,077
Dividend paid	-	-	-	(20,000)	-	(20,000)
At 30 September 2013	250,000	9,933	50,297	-	(1,554)	308,676
Balance as at 1 January 2012	200,000	6,888	13,694	20,000	-	240,582
Issue of share capital	50,000	-	-	-	-	50,000
Dividend paid	-	-	-	(20,000)	-	(20,000)
Total comprehensive income for the period	-	-	24,916	-	-	24,916
At 30 September 2012	250,000	6,888	38,610	-	-	295,498

INTERIM STATEMENT OF INCOME (Unaudited)

	<i>Three months ended</i> 30 September		<i>Nine months ended</i> 30 September	
	2013	2012	2013	2012
	US\$'000	US\$'000	US\$'000	US\$'000
Interest and similar income	9,090	7,301	24,745	19,112
Interest expense	(470)	(608)	(1,366)	(2,036)
Net interest income	8,620	6,693	23,379	17,076
Fees and commissions income	5,204	3,518	12,886	12,406
Changes in fair value of investments held for trading	577	-	(928)	2
Trading income	(616)	-	(498)	-
Investment income	-	-	953	-
Foreign exchange gain	508	26	974	224
Other income	15	20	15	20
Net operating income	14,308	10,257	36,781	29,728
Staff costs	1,591	1,225	4,516	3,310
Depreciation	306	85	771	270
Other operating expenses	572	386	1,863	1,232
Operating expenses	2,469	1,696	7,150	4,812
NET PROFIT FOR THE PERIOD	11,839	8,561	29,631	24,916

INTERIM STATEMENT OF COMPREHENSIVE INCOME (Unaudited)

	<i>Three months ended</i> 30 September		<i>Nine months ended</i> 30 September	
	2013	2012	2013	2012
	US\$'000	US\$'000	US\$'000	US\$'000
NET PROFIT FOR THE PERIOD	11,839	8,561	29,631	24,916
Other comprehensive loss:				
Items that may be reclassified to the statement of income in subsequent periods:				
Unrealised fair value loss on available-for-sale investments-net	(241)	-	(1,554)	-
Other comprehensive loss for the period	(241)	-	(1,554)	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	11,598	8,561	28,077	24,916

INTERIM STATEMENT OF CASH FLOWS (Unaudited)

	<i>Nine months ended</i> 30 September (Unaudited)	
	2013	2012
	US\$'000	US\$'000
OPERATING ACTIVITIES		
Net profit for the period	29,631	24,916
Adjustments for:		
Depreciation	771	270
Changes in fair value of investment held for trading	928	(2)
Trading income	498	-
Investment income	(953)	-
Amortisation of assets reclassified as "loans and advances" from trading investments	(416)	(382)
Operating income before changes in operating assets and liabilities	30,459	24,802
Changes in operating assets and liabilities:		
Deposits with banks and other financial institutions	(80,000)	-
Investments held for trading	(15,003)	-
Loans and advances	26,074	(202,240)
Interest receivable and other assets	(469)	(1,199)
Deposits from banks and other financial institutions	(58,197)	(21,548)
Due to banks and other financial institutions	76,040	74,089
Due to customers	1	17,190
Interest payable and other liabilities	7,329	1,141
Net cash used in operating activities	(13,766)	(107,765)
INVESTING ACTIVITIES		
Purchase of property, equipment and software	(419)	(2,483)
Purchase of non-trading investments	(109,276)	(12,993)
Proceeds from disposal of non-trading investments	10,946	2,887
Net cash used in investing activities	(98,749)	(12,589)
FINANCING ACTIVITIES		
Issue of share capital	-	50,000
Dividend paid	(20,000)	(20,000)
Net cash (used in) from financing activities	(20,000)	30,000
DECREASE IN CASH AND CASH EQUIVALENTS	(132,515)	(90,354)
At the beginning of the period	662,006	704,059
At the end of the period	529,491	613,705

The above is an extract of interim condensed financial statements for the Nine month period ended 30 September 2013 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 20 Oct 2013.

Mr. Moraja G. Solaiman
Chairman

Mr. Sulieman Esa Al Azzabi
Deputy Chairman

Alubaf Arab International Bank B.S.C(c)

Alubaf Tower, Al-Seef District, Kingdom of Bahrain
P.O. Box 11529, Tel: +973 17 517722, Fax: +973 17 540094
www.alubafbank.com, Swift: ALUBBHBM