

INTERIM STATEMENT OF FINANCIAL POSITION At 31 March 2018 (Reviewed)

	(Reviewed)	(Audited)
	31 March 2018 US\$'000	31 December 2017 US\$'000
ASSETS		
Cash and balances with Central banks and other banks	289,260	298,349
Deposits with banks and other financial institutions	437,632	409,496
Investment classified as fair value through profit and loss	18,048	20,462
Investment securities	214,657	221,374
Loans and advances	113,419	150,256
Property, equipment and software	10,175	10,371
Interest receivable	5,505	6,744
Other assets	1,485	1,591
TOTAL ASSETS	1,090,181	1,118,643

LIABILITIES AND EQUITY

Liabilities		
Deposits from banks and other financial institutions	571,966	569,557
Due to banks and other financial institutions	105,006	133,417
Due to customers	109,666	93,805
Interest payable	2,839	1,086
Other liabilities	6,672	6,927
Total liabilities	796,149	804,792
Equity		
Share capital	250,000	250,000
Statutory reserve	21,257	21,257
Retained earnings	22,230	40,399
Fair value reserve	(4,455)	(2,805)
Proposed dividend	5,000	5,000
Total equity	294,032	313,851
TOTAL LIABILITIES AND EQUITY	1,090,181	1,118,643

INTERIM STATEMENT OF CHANGES IN EQUITY Three months ended 31 March 2018

	(Reviewed)					
	Share capital US\$'000	Statutory reserve US\$'000	Retained earnings US\$'000	Fair value reserve US\$'000	Proposed dividend US\$'000	Total US\$'000
Balance as at 1 January 2018	250,000	21,257	40,399	(2,805)	5,000	313,851
Transition adjustment on adoption of IFRS 9	-	-	(22,547)	2,931	-	(19,616)
At 1 January 2018 - restated	250,000	21,257	17,852	126	5,000	294,235
Net profit for the period	-	-	4,378	-	-	4,378
Other comprehensive loss for the period	-	-	-	(4,581)	-	(4,581)
At 31 March 2018	250,000	21,257	22,230	(4,455)	5,000	294,032
Balance as at 1 January 2017	250,000	20,174	35,652	(3,549)	-	302,277
Net profit for the period	-	-	248	-	-	248
Other comprehensive income for the period	-	-	-	1,562	-	1,562
At 31 March 2017	250,000	20,174	35,900	(1,987)	-	304,087

INTERIM STATEMENT OF PROFIT OR LOSS Three months ended 31 March 2018

	(Reviewed)	
	Three months ended 31 March	
	2018 US\$'000	2017 US\$'000
Interest and similar income	9,945	8,858
Interest expense	(2,802)	(2,375)
Net interest income	7,143	6,483
Fee and commission income	801	1,278
Trading income - net	68	14
Gain on non-trading investments - net	203	75
Foreign exchange gain - net	137	364
Other income	23	23
Operating income	8,375	8,237
Provision charge for the period	(1,251)	(5,239)
Net operating income	7,124	2,998
Staff costs	1,872	1,891
Depreciation	265	268
Other operating expenses	609	591
Operating expenses	2,746	2,750
NET PROFIT FOR THE PERIOD	4,378	248

INTERIM STATEMENT OF COMPREHENSIVE INCOME Three months ended 31 March 2018

	(Reviewed)	
	Three months ended 31 March	
	2018 US\$'000	2017 US\$'000
NET PROFIT FOR THE PERIOD	4,378	248
Other comprehensive income:		
Other comprehensive income to be reclassified to profit or loss in subsequent periods:		
Unrealised fair value (loss)/gain on investments classified as fair value through other comprehensive income (FVOCI)	(2,672)	1,562
Provision for impairment on FVOCI	(1,909)	-
Other comprehensive (loss)/income for the period	(4,581)	1,562
Total comprehensive income for the period	(203)	1,810

INTERIM STATEMENT OF CASH FLOWS Three months ended 31 March 2018

	(Reviewed)	
	Three months ended 31 March	
	2018 US\$'000	2017 US\$'000
OPERATING ACTIVITIES		
Net profit for the period	4,378	248
Adjustments for:		
Provision charge for the period	1,251	5,239
Depreciation	265	268
Amortisation of investment carried at amortised cost	127	134
Investment income	(203)	-
Unrealised (gain)/loss on held for trading securities	(63)	7
Amortisation of assets reclassified as "loans and advances" from trading investments	(212)	(195)
Operating (loss)/profit before changes in operating assets and liabilities	5,543	5,701
Changes in operating assets and liabilities:		
Deposits with banks and other financial institutions	(18,372)	54,702
Loans and advances	17,969	18,531
Investments held for trading	2,477	(425)
Interest receivable and other assets	1,345	542
Deposits from banks and other financial institutions	2,317	(2,381)
Due to banks and other financial institutions	(28,411)	13,152
Due to customers	15,861	(5,287)
Interest payable and other liabilities	1,498	2,613
Net cash from operating activities	227	87,148
INVESTING ACTIVITIES		
Purchase of non-trading investments	(20,956)	(1,471)
Proceeds from disposal/redemption of non-trading investments	21,473	-
Purchase of property, equipment and software	(69)	(40)
Net cash from (used in) investing activities	448	(1,511)
FINANCING ACTIVITY		
Dividend paid	-	-
Net cash used in financing activity	-	-
NET INCREASE IN CASH AND CASH EQUIVALENTS	675	85,637
Cash and cash equivalents at beginning of the period	677,845	651,092
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	678,520	736,729

The above is an extract of interim condensed financial statements for the three month ended 31 March 2018 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 14th May 2018

Mr. Moraja G. Solaiman Chairman
Mr. Anthony Mallis Deputy Chairman
Mr. Hasan Khalifa Abulhasan Chief Executive Officer

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