

INTERIM STATEMENT OF FINANCIAL POSITION
At 30 September 2015 (Reviewed)

	<i>(Reviewed)</i> 30 September <i>2015</i> US\$'000	<i>Audited</i> 31 December <i>2014</i> US\$'000
ASSETS		
Cash and balances with banks	60,515	22,507
Deposits with banks and other financial institutions	470,039	523,645
Investments held for trading	24,839	3,037
Non-trading investments	150,783	147,994
Loans and advances	430,174	485,255
Property, equipment and software	12,046	12,320
Interest receivable	6,200	8,922
Other assets	2,026	1,277
TOTAL ASSETS	1,156,622	1,204,957
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	606,970	616,319
Due to banks and other financial institutions	183,435	219,636
Due to customers	31,254	25,151
Interest payable	542	189
Other liabilities	6,226	11,750
Total liabilities	828,427	873,045
Equity		
Share capital	250,000	250,000
Advance towards capital increase	-	140
Statutory reserve	17,667	17,667
Retained earnings	63,061	65,272
Fair value reserve	(2,533)	(1,167)
Total equity	328,195	331,912
TOTAL LIABILITIES AND EQUITY	1,156,622	1,204,957

INTERIM STATEMENT OF CHANGES IN EQUITY - Nine months ended 30 September 2015 (Reviewed)

	<i>Share capital</i> <i>US\$'000</i>	<i>Advance towards capital increase</i> <i>US\$'000</i>	<i>Statutory reserve</i> <i>US\$'000</i>	<i>Retained earnings</i> <i>US\$'000</i>	<i>Proposed dividend</i> <i>US\$'000</i>	<i>Fair value reserve</i> <i>US\$'000</i>	<i>Total</i> <i>US\$'000</i>
Balance as at 1 January 2015	250,000	140	17,667	65,272	-	(1,167)	331,912
Return of advance towards capital increase	-	(140)	-	-	-	-	(140)
Total comprehensive income for the period	-	-	-	22,789	-	(1,366)	21,423
Dividend paid	-	-	-	(25,000)	-	-	(25,000)
At 30 September 2015	250,000	-	17,667	63,061	-	(2,533)	328,195
Balance as at 1 January 2014	250,000	-	13,597	28,642	25,000	(1,138)	316,101
Issue of share capital	140	-	-	-	-	-	140
Total comprehensive income for the period	-	-	-	35,888	-	450	36,338
Dividend paid	-	-	-	-	(25,000)	-	(25,000)
At 30 September 2014	250,140	-	13,597	64,530	-	(688)	327,579

INTERIM STATEMENT OF PROFIT OR LOSS (Reviewed)

	<i>Three months ended</i> <i>30 September</i>		<i>Nine months ended</i> <i>30 September</i>	
	<i>2015</i> <i>US\$'000</i>	<i>2014</i> <i>US\$'000</i>	<i>2015</i> <i>US\$'000</i>	<i>2014</i> <i>US\$'000</i>
Interest and similar income	14,551	11,792	35,950	33,192
Interest expense	(690)	(256)	(1,523)	(1,072)
Net interest income	13,861	11,536	34,427	32,120
Fees and commissions income	3,672	3,619	11,745	11,821
Trading income - net	(333)	156	(395)	604
Gain on Non-trading investments - net	(7)	78	122	332
Foreign exchange gain - net	392	24	1,029	212
Dividend income	14	13	26	75
Operating income	17,599	15,426	46,954	45,164
Provision for credit losses (net)	(13,759)	-	(14,590)	-
Provision for impairment of held to maturity investments	-	-	(263)	-
Net operating income	3,840	15,426	32,101	45,164
Staff costs	2,009	1,906	5,997	5,955
Depreciation	271	308	882	924
Other operating expenses	983	727	2,433	2,397
Operating expenses	3,263	2,941	9,312	9,276
NET PROFIT FOR THE PERIOD	577	12,485	22,789	35,888

INTERIM STATEMENT OF COMPREHENSIVE INCOME (Reviewed)

	<i>Three months ended</i> <i>30 September</i>		<i>Nine months ended</i> <i>30 September</i>	
	<i>2015</i> <i>US\$'000</i>	<i>2014</i> <i>US\$'000</i>	<i>2015</i> <i>US\$'000</i>	<i>2014</i> <i>US\$'000</i>
NET PROFIT FOR THE PERIOD	577	12,485	22,789	35,888
Other comprehensive income:				
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
Unrealised fair value gain on available-for-sale-investments	(1,526)	(136)	(1,366)	450
Other comprehensive income for the period	(1,526)	(136)	(1,366)	450
Total comprehensive Income for the period	(949)	12,349	21,423	36,338

INTERIM STATEMENT OF CASH FLOWS (Reviewed)

	<i>Nine months ended</i> <i>30 September</i>	
	<i>2015</i> <i>US\$'000</i>	<i>2014</i> <i>US\$'000</i>
OPERATING ACTIVITIES		
Net profit for the period	22,789	35,888
Adjustments for:		
Provision for impairment of held to maturity investments	263	-
Provision for loan losses (net)	14,590	-
Depreciation	882	924
Amortisation of Non trading investments	557	571
Unrealised loss/(gain) on held for trading securities	71	(604)
Gain on Non trading investments - net	(122)	(332)
Amortisation of assets reclassified as "loans and advances" from trading investments	(493)	(453)
Operating profit before changes in operating assets and liabilities	38,537	35,994
Changes in operating assets and liabilities:		
Deposits with banks and other financial institutions	(112,004)	(45,773)
Loans and advances	40,984	(61,485)
Investments held for trading	(21,873)	10,291
Interest receivable and other assets	1,973	(2,609)
Deposits from banks and other financial institutions	(9,349)	30,567
Due to banks and other financial institutions	(36,201)	(42,982)
Due to customers	6,103	10,979
Interest payable and other liabilities	(5,171)	(2,568)
Net cash used in operating activities	(97,001)	(67,586)
INVESTING ACTIVITIES		
Purchase of property, equipment and software	(608)	(144)
Purchase of non-trading investments	(21,055)	(28,943)
Proceeds from disposal/redemption of non-trading investments	16,202	17,767
Net cash used in investing activities	(5,461)	(11,320)
FINANCING ACTIVITIES		
Dividend paid	(25,000)	(25,000)
(Refund of advance)/advance towards capital increase	(140)	140
Net cash used in financing activities	(25,140)	(24,860)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(127,602)	(103,766)
Cash and cash equivalents at beginning of the period	388,257	373,440
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	260,655	269,674

The above is an extract of interim condensed financial statements for the nine months ended 30 September 2015 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 20 October 2015

Mr. Moraja G. Solaiman
Chairman

Mr. Fathi Ahmed Yahia
Director

Mr. Hasan Khalifa Abulhasan
Chief Executive Officer

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