



INTERIM STATEMENT OF FINANCIAL POSITION At 30 June 2017 (Reviewed)

	(Reviewed) 30 June 2017 US\$'000	Audited 31 December 2016 US\$'000
ASSETS		
Cash and balances with Central banks and other banks	378,708	289,802
Deposits with banks and other financial institutions	434,678	437,992
Investments held for trading	20,831	22,413
Non-trading investments	209,691	203,767
Loans and advances	183,883	208,041
Property, equipment and software	10,723	11,149
Interest receivable	6,852	6,134
Other assets	1,486	1,638
TOTAL ASSETS	1,246,852	1,180,936
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	625,502	586,824
Due to banks and other financial institutions	174,269	156,315
Due to customers	132,151	129,755
Interest payable	1,443	981
Other liabilities	6,442	4,784
Total liabilities	939,807	878,659
Equity		
Share capital	250,000	250,000
Statutory reserve	20,174	20,174
Retained earnings	39,138	35,652
Fair value reserve	(2,267)	(3,549)
Total equity	307,045	302,277
TOTAL LIABILITIES AND EQUITY	1,246,852	1,180,936

INTERIM STATEMENT OF CHANGES IN EQUITY Six months ended 30 June 2017 (Reviewed)

	Share capital US\$'000	Statutory reserve US\$'000	Retained earnings US\$'000	Fair value reserve US\$'000	Total US\$'000
Balance as at 1 January 2017	250,000	20,174	35,652	(3,549)	302,277
Net profit for the period	-	-	3,486	-	3,486
Other comprehensive income for the period	-	-	-	1,282	1,282
At 30 June 2017	250,000	20,174	39,138	(2,267)	307,045
Balance as at 1 January 2016	250,000	20,174	62,837	(3,241)	329,770
Dividend paid	-	-	(12,500)	-	(12,500)
Total comprehensive loss for the period	-	-	(6,261)	952	(5,309)
At 30 June 2016	250,000	20,174	44,076	(2,289)	311,961

INTERIM STATEMENT OF PROFIT OR LOSS Six months ended 30 June 2017 (Reviewed)

	Three months ended 30 June		Six months ended 30 June	
	2017 US\$'000	2016 US\$'000	2017 US\$'000	2016 US\$'000
Interest and similar income	9,847	10,112	18,705	19,599
Interest expense	(2,475)	(2,093)	(4,850)	(4,298)
Net interest income	7,372	8,019	13,855	15,301
Fees and commissions income	1,032	1,489	2,310	2,664
Trading income - net	18	(34)	32	(82)
Gain on non-trading investments - net	(70)	-	5	-
Foreign exchange gain - net	128	478	492	781
Other income	28	29	51	36
Operating income	8,508	9,981	16,745	18,700
Provision for credit losses - net	(2,500)	(10,625)	(7,739)	(12,699)
Provision for legal claim	-	(5,431)	-	(5,431)
Net operating income / (Loss)	6,008	(6,075)	9,006	570
Staff costs	1,897	2,039	3,788	4,057
Depreciation	269	239	537	489
Other operating expenses	604	1,685	1,195	2,285
Operating expenses	2,770	3,963	5,520	6,831
NET PROFIT / (LOSS) FOR THE PERIOD	3,238	(10,038)	3,486	(6,261)

INTERIM STATEMENT OF COMPREHENSIVE INCOME Six months ended 30 June 2017 (Reviewed)

	Three months ended 30 June		Six months ended 30 June	
	2017 US\$'000	2016 US\$'000	2017 US\$'000	2016 US\$'000
Net profit / (Loss) for the period	3,238	(10,038)	3,486	(6,261)
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	(280)	833	1,282	952
Other comprehensive income for the period	(280)	833	1,282	952
Total comprehensive income / (loss) for the period	2,958	(9,205)	4,768	(5,309)

INTERIM STATEMENT OF CASH FLOWS Six months ended 30 June 2017 (Reviewed)

	Six months ended 30 June	
	2017 US\$'000	2016 US\$'000
OPERATING ACTIVITIES		
Net profit (loss) for the period	3,486	(6,261)
Adjustments for:		
Provision for credit losses - net	7,739	12,699
Provision for legal claim	-	5,431
Depreciation	537	489
Amortisation of non-trading investments	262	275
Unrealised loss on held for trading securities	15	99
Amortisation of assets reclassified as "loans and advances" from trading investments	(390)	(358)
Operating profit before changes in operating assets and liabilities	11,649	12,374
Changes in operating assets and liabilities:		
Deposits with banks and other financial institutions	400,448	99,828
Loans and advances	16,809	43,264
Investments held for trading	1,567	(2,201)
Interest receivable and other assets	(566)	1,636
Deposits from banks and other financial institutions	38,678	(208,865)
Due to banks and other financial institutions	17,954	(13,974)
Due to customers	2,396	21,449
Interest payable and other liabilities	2,120	249
Net cash from (used in) operating activities	491,055	(46,240)
INVESTING ACTIVITIES		
Purchase of non-trading investments	(9,903)	(136,420)
Proceeds from disposal/redemption of non-trading investments	5,000	89,431
Purchase of property, equipment and software	(111)	(248)
Net cash used in investing activities	(5,014)	(47,237)
FINANCING ACTIVITIES		
Dividend paid	-	(12,500)
Net cash used in financing activity	-	(12,500)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	486,041	(105,977)
Cash and cash equivalents at beginning of the period	289,802	699,092
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	775,843	593,115

The above is an extract of interim condensed financial statements for the six month period ended 30 June 2017 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 9th August 2017

Mr. Talal Al Zain
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Director

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