



## INTERIM STATEMENT OF FINANCIAL POSITION At 30 June 2019

	<i>(Reviewed)</i> <b>30 June</b> <b>2019</b> <b>US\$'000</b>	<i>Audited</i> <b>31 December</b> <b>2018</b> <b>US\$'000</b>
<b>ASSETS</b>		
Cash and balances with Central banks and other banks	418,998	364,769
Deposits with banks and other financial institutions	368,062	339,105
Investments classified as fair value through profit and loss	5,025	14,517
Investment securities	223,825	205,597
Loans and advances	124,097	163,338
Property, equipment and software	9,384	9,758
Interest receivable	7,037	6,628
Other assets	889	1,176
<b>TOTAL ASSETS</b>	<b>1,157,317</b>	<b>1,104,888</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits from banks and other financial institutions	624,968	644,570
Due to banks and other financial institutions	134,353	87,783
Due to customers	82,600	65,642
Interest payable	1,997	1,634
Other liabilities	8,413	7,192
<b>Total liabilities</b>	<b>852,331</b>	<b>806,821</b>
<b>Equity</b>		
Share capital	250,000	250,000
Statutory reserve	22,757	22,757
Retained earnings	34,705	26,352
Fair value reserve	(2,476)	(6,042)
Proposed dividend	-	5,000
<b>Total equity</b>	<b>304,986</b>	<b>298,067</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>1,157,317</b>	<b>1,104,888</b>

## INTERIM STATEMENT OF CHANGES IN EQUITY Six months ended 30 June 2019 (Reviewed)

	<i>Share capital</i> <b>US\$'000</b>	<i>Statutory reserve</i> <b>US\$'000</b>	<i>Retained earnings</i> <b>US\$'000</b>	<i>Fair value reserve</i> <b>US\$'000</b>	<i>Proposed dividend</i> <b>US\$'000</b>	<i>Total</i> <b>US\$'000</b>
Balance as at 1 January 2019	250,000	22,757	26,352	(6,042)	5,000	298,067
Net profit for the period	-	-	8,353	-	-	8,353
Other comprehensive income for the period	-	-	-	3,566	-	3,566
Dividend paid	-	-	-	-	(5,000)	(5,000)
<b>At 30 June 2019</b>	<b>250,000</b>	<b>22,757</b>	<b>34,705</b>	<b>(2,476)</b>	<b>-</b>	<b>304,986</b>
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)
<b>At 1 January 2018 - restated</b>	<b>250,000</b>	<b>21,257</b>	<b>17,852</b>	<b>126</b>	<b>5,000</b>	<b>294,235</b>
Net profit for the period	-	-	6,746	-	-	6,746
Other comprehensive loss for the period	-	-	-	(9,084)	-	(9,084)
Dividend paid	-	-	-	-	(5,000)	(5,000)
<b>At 30 June 2018</b>	<b>250,000</b>	<b>21,257</b>	<b>24,598</b>	<b>(8,958)</b>	<b>-</b>	<b>286,897</b>

## INTERIM STATEMENT OF PROFIT OR LOSS Six months ended 30 June 2019 (Reviewed)

	<i>Three months ended</i> <b>30 June</b>		<i>Six months ended</i> <b>30 June</b>	
	<b>2019</b> <b>US\$'000</b>	<b>2018</b> <b>US\$'000</b>	<b>2019</b> <b>US\$'000</b>	<b>2018</b> <b>US\$'000</b>
Interest and similar income	10,541	10,698	21,696	20,643
Interest expense	(4,518)	(3,287)	(9,051)	(6,089)
<b>Net interest income</b>	<b>6,023</b>	<b>7,411</b>	<b>12,645</b>	<b>14,554</b>
Fees and commissions income	480	1,313	1,208	2,114
Trading income - net	44	(363)	443	(295)
Gain on non-trading investments - net	-	-	288	203
Foreign exchange gain - net	794	90	1,039	227
Other income	27	24	52	47
<b>Operating income</b>	<b>7,368</b>	<b>8,475</b>	<b>15,675</b>	<b>16,850</b>
Provision charge for the period	(625)	(1,251)	(1,250)	(2,502)
<b>Net operating income</b>	<b>6,743</b>	<b>7,224</b>	<b>14,425</b>	<b>14,348</b>
Staff costs	(2,334)	(2,072)	(4,320)	(3,944)
Depreciation	(214)	(258)	(433)	(523)
Other operating expenses	(691)	(2,526)	(1,319)	(3,135)
<b>Operating expenses</b>	<b>(3,239)</b>	<b>(4,856)</b>	<b>(6,072)</b>	<b>(7,602)</b>
<b>NET PROFIT FOR THE PERIOD</b>	<b>3,504</b>	<b>2,368</b>	<b>8,353</b>	<b>6,746</b>

## INTERIM STATEMENT OF COMPREHENSIVE INCOME Six months ended 30 June 2019 (Reviewed)

	<i>Three months ended</i> <b>30 June</b>		<i>Six months ended</i> <b>30 June</b>	
	<b>2019</b> <b>US\$'000</b>	<b>2018</b> <b>US\$'000</b>	<b>2019</b> <b>US\$'000</b>	<b>2018</b> <b>US\$'000</b>
<b>Net profit for the period</b>	<b>3,504</b>	<b>2,368</b>	<b>8,353</b>	<b>6,746</b>
<b>Other comprehensive income:</b>				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Fair value change in cash flow hedge	(78)	-	(267)	-
Unrealised fair value (loss)/gain on investments classified as fair value through other comprehensive income (FVOCI)	1,842	(4,483)	3,673	(7,155)
(Reversal) charge of impairment on FVOCI investments	(238)	(20)	160	(1,929)
<b>Other comprehensive income (loss) for the period</b>	<b>1,526</b>	<b>(4,503)</b>	<b>3,566</b>	<b>(9,084)</b>
<b>Total comprehensive income (loss) for the period</b>	<b>5,030</b>	<b>(2,135)</b>	<b>11,919</b>	<b>(2,338)</b>

## INTERIM STATEMENT OF CASH FLOWS Six months ended 30 June 2019 (Reviewed)

	<i>Six months ended</i> <b>30 June</b>	
	<b>2019</b> <b>US\$'000</b>	<b>2018</b> <b>US\$'000</b>
<b>OPERATING ACTIVITIES</b>		
Net profit for the period	8,353	6,746
Adjustments for:		
Provision charge for the period	1,250	2,502
Depreciation	433	523
Amortisation of Investments carried at amortised cost	177	315
Gain on investment securities - net	(288)	(203)
Unrealised (gain) loss on investments classified as FVTPL	(491)	235
Amortisation of assets classified as "loans and advances"	(462)	(424)
<b>Operating profit before changes in operating assets and liabilities</b>	<b>8,972</b>	<b>9,694</b>
Changes in operating assets and liabilities:		
Balances with Central Banks	(126,632)	-
Deposits with banks and other financial institutions	(55,925)	2,164
Investments classified as fair value through profit and loss	9,983	5,601
Investment securities	(100)	-
Loans and advances	38,453	10,525
Interest receivable and other assets	(122)	715
Deposits from banks and other financial institutions	(19,602)	18,129
Due to banks and other financial institutions	46,570	(37,621)
Due to customers	16,958	1,415
Interest payable and other liabilities	1,316	4,717
<b>Net cash (used in) from operating activities</b>	<b>(80,129)</b>	<b>15,339</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of investment securities	(34,374)	(20,734)
Proceeds from disposal/redemption of investment securities	20,191	26,059
Purchase of property, equipment and software	(59)	(226)
<b>Net cash (used in) from investing activities</b>	<b>(14,242)</b>	<b>5,099</b>
<b>FINANCING ACTIVITY</b>		
Dividend paid	(5,000)	(5,000)
<b>Net cash used in financing activity</b>	<b>(5,000)</b>	<b>(5,000)</b>
<b>NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(99,371)</b>	<b>15,438</b>
Cash and cash equivalents at beginning of the period	689,354	677,833
<b>CASH AND CASH EQUIVALENTS AT END OF THE PERIOD</b>	<b>589,983</b>	<b>693,271</b>

The above is an extract of interim condensed financial statements for the six month period ended 30 June 2019 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 25<sup>th</sup> July 2019

Mr. Anthony C. Mallis  
Deputy Chairman

Mr. Moraja G. Solaiman  
Chairman

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