



INTERIM STATEMENT OF FINANCIAL POSITION At 30 September 2020

	(Reviewed) 30 September 2020 US\$'000	Audited 31 December 2019 US\$'000
ASSETS		
Cash and balances with Central Banks and other banks	440,303	428,235
Deposits with banks and other financial institutions	298,436	378,891
Investments classified as fair value through profit or loss	6,868	3,028
Investment securities	232,328	234,930
Loans and advances	83,553	92,740
Property, equipment and software	8,517	8,987
Interest receivable	4,067	6,237
Other assets	938	949
TOTAL ASSETS	1,075,010	1,153,997
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	605,143	646,770
Due to banks and other financial institutions	53,248	89,196
Due to customers	78,553	75,504
Interest payable	1,614	2,188
Other liabilities	9,574	9,315
Total liabilities	748,132	822,973
Equity		
Share capital	250,000	250,000
Statutory reserve	25,631	25,631
Retained earnings	55,245	37,219
Fair value reserve	(3,998)	3,174
Proposed dividend	-	15,000
Total equity	326,878	331,024
TOTAL LIABILITIES AND EQUITY	1,075,010	1,153,997

INTERIM STATEMENT OF CHANGES IN EQUITY Nine months ended 30 September 2020 (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 2020	250,000	25,631	37,219	3,174	15,000	331,024
Net profit for the period	-	-	18,026	-	-	18,026
Other comprehensive loss for the period	-	-	-	(7,172)	-	(7,172)
Dividend paid	-	-	-	-	(15,000)	(15,000)
At 30 September 2019	250,000	25,631	55,245	(3,998)	-	326,878
Balance as at 1 January 2019	250,000	22,757	26,352	(6,042)	5,000	298,067
Net profit for the period	-	-	10,806	-	-	10,806
Other comprehensive income for the period	-	-	-	5,424	-	5,424
Dividend paid	-	-	-	-	(5,000)	(5,000)
At 30 September 2019	250,000	22,757	37,158	(618)	-	309,297

INTERIM STATEMENT OF PROFIT OR LOSS

Nine months ended 30 September 2020 (Reviewed)

	Three months ended 30 September		Nine months ended 30 September	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
Interest and similar income	7,413	9,548	24,021	31,244
Interest expense	(1,338)	(4,222)	(6,650)	(13,273)
Net interest income	6,075	5,326	17,371	17,971
Fee and commission - net	1,789	760	3,114	1,968
Trading (loss) / income - net	(106)	63	(160)	506
Investment income (loss) - net	59	-	(34)	288
Foreign exchange (loss) gain - net	(15)	100	125	1,139
Other income	1,031	26	4,547	78
Operating income	8,833	6,275	24,963	21,950
Reversal of / (charge for) expected credit losses	186	(625)	2,936	(1,875)
Net operating income	9,019	5,650	27,899	20,075
Staff costs	(2,172)	(2,155)	(6,204)	(6,475)
Depreciation	(220)	(214)	(651)	(647)
Other operating expenses	(843)	(828)	(3,018)	(2,147)
Operating expenses	(3,235)	(3,197)	(9,873)	(9,269)
NET PROFIT FOR THE PERIOD	5,784	2,453	18,026	10,806

INTERIM STATEMENT OF COMPREHENSIVE INCOME

Nine months ended 30 September 2020 (Reviewed)

	Three months ended 30 September		Nine months ended 30 September	
	2020 US\$'000	2019 US\$'000	2020 US\$'000	2019 US\$'000
NET PROFIT FOR THE PERIOD	5,784	2,453	18,026	10,806
Other comprehensive income:				
<i>Other comprehensive income (loss) to be reclassified to profit or loss in subsequent periods:</i>				
Fair value change in cash flow hedge	-	(173)	442	(440)
Unrealised fair value gain/(loss) on investments classified as fair value through other comprehensive income (FVOCI)	865	2,060	(7,462)	5,733
ECL movement on FVOCI investments	66	(29)	(152)	131
Other comprehensive income / (loss) for the period	931	1,858	(7,172)	5,424
Total comprehensive income for the period	6,715	4,311	10,854	16,230

INTERIM STATEMENT OF CASH FLOWS

Nine months ended 30 September 2020 (Reviewed)

	Nine months ended 30 September	
	2020 US\$'000	2019 US\$'000
OPERATING ACTIVITIES		
Net profit for the period	18,026	10,806
Adjustments for:		
(Reversal of) charge for expected credit losses	(2,936)	1,875
Depreciation	651	647
Amortisation of investments carried at amortised cost	250	252
Investment loss (income)	34	(288)
Unrealised loss (gain) on investments classified as FVTPL	132	(555)
Amortisation of assets classified as loans and advances	(830)	(693)
Operating profit before changes in operating assets and liabilities	15,327	12,044
Changes in operating assets and liabilities:		
Balances with Central Banks	(45,845)	(99,437)
Deposits with banks and other financial institutions	103,172	(123,332)
Investments classified as fair value through profit and loss	(3,972)	6,986
Investment securities	490	-
Loans and advances	12,947	75,726
Interest receivable and other assets	2,181	1,932
Deposits from banks and other financial institutions	(41,627)	(40,469)
Due to banks and other financial institutions	(35,948)	(9,656)
Due to customers	3,049	42,374
Interest payable and other liabilities	(269)	4,395
Net cash from (used in) operating activities	9,505	(129,437)
INVESTING ACTIVITIES		
Purchase of investment securities	(54,541)	(44,390)
Proceeds from disposal/redemption of investment securities	49,436	20,191
Purchase of property, equipment and software	(181)	(90)
Net cash used in investing activities	(5,286)	(24,289)
FINANCING ACTIVITY		
Dividend paid	(15,000)	(5,000)
Net cash used in financing activity	(15,000)	(5,000)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(10,781)	(158,726)
Cash and cash equivalents at beginning of the period	538,756	689,354
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	527,975	530,628

The above is an extract of interim condensed financial statements for the nine month period ended 30 September 2020 which were approved by Board of Directors and on which Ernst & Young, the auditors issued an unqualified review report dated 29th October 2020

Anthony C. Mallis
Vice Chairman

Moraja G. Solaiman
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