

CONSOLIDATED STATEMENT OF PROFIT OR LOSS For the year ended 31 December 2020

	2020 US\$'000	2019 US\$'000
Interest and similar income	31,837	44,226
Interest expense	(7,740)	(17,386)
Net interest and similar income	24,097	26,840
Fee and commission income	3,828	3,569
Gain on investments classified as FVTPL	20	535
(Loss) gain on investment securities - net	(34)	481
Foreign exchange gain - net	181	1,421
Other income	5,786	119
OPERATING INCOME	33,878	32,965
Reversal of provision for expected credit losses	1,901	8,469
NET OPERATING INCOME	35,779	41,434
Staff costs	8,260	8,736
Depreciation	870	881
Other operating expenses	4,536	3,076
OPERATING EXPENSES	13,666	12,693
NET PROFIT FOR THE YEAR	22,113	28,741

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the year ended 31 December 2020

	2020 US\$'000	2019 US\$'000
NET PROFIT FOR THE YEAR	22,113	28,741
Other comprehensive income		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Fair value change in cash flow hedge	442	(442)
Unrealised fair value (loss) gain on investments classified as fair value through other comprehensive income (FVOCI)	(3,828)	8,455
(Reversal) charge for expected credit loss on FVOCI investments	(376)	1,203
Other comprehensive (loss) income for the year	(3,762)	9,216
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	18,351	37,957

CONSOLIDATED STATEMENT OF CASH FLOWS For the year ended 31 December 2020

	2020 US\$'000	2019 US\$'000
OPERATING ACTIVITIES		
Net profit for the year	22,113	28,741
Adjustments for:		
Reversal of provision for expected credit losses	(1,901)	(8,469)
Depreciation	870	881
Amortisation of investments carried at amortised cost	373	326
Loss (gain) on investment securities - net	34	(481)
Unrealised gain on investments classified as FVTPL	-	(488)
Amortisation of assets classified as loans and advances	(1,105)	(924)
Operating profit before changes in operating assets and liabilities	20,384	19,586
Changes in operating assets and liabilities:		
Balances with central bank	235	(127,002)
Deposits with banks and other financial institutions	78,790	(126,884)
Investments classified as fair value through profit or loss (FVTPL)	3,028	11,977
Investment securities	489	(220)
Loans and advances	14,687	82,234
Interest receivable	883	391
Other assets	139	227
Deposits from banks and other financial institutions	15,484	2,200
Due to banks and other financial institutions	(24,299)	1,413
Due to customers	(2,752)	9,862
Interest payable	(1,744)	554
Other liabilities	1,297	2,174
Net cash flows (used in) operating activities	106,621	(123,488)
INVESTING ACTIVITIES		
Purchase of investment securities	(64,642)	(54,190)
Proceeds from disposal/redemption of investment securities	49,435	32,190
Purchase of property, equipment and software	(209)	(110)
Net cash flows used in investing activities	(15,416)	(22,110)
FINANCING ACTIVITY		
Dividends paid	(15,000)	(5,000)
Cash flows used in financing activity	(15,000)	(5,000)
NET MOVEMENT IN CASH AND CASH EQUIVALENTS	76,205	(150,598)
Cash and cash equivalents at 1 January	538,756	689,354
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	614,961	538,756

The above is an extract of consolidated financial statements for the year ended 31 December 2020 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified audit report on 15 February 2021.

Anthony C. Mallis
Vice Chairman

Moraja G. Solaiman
Chairman

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31 December 2020

	Audited 2020 US\$'000	Audited 2019 US\$'000
ASSETS		
Cash and balances with central bank and other banks	333,194	428,235
Deposits with banks and other financial institutions	470,893	378,891
Investments classified as fair value through profit or loss (FVTPL)	-	3,028
Investment securities	244,867	234,930
Loans and advances	81,798	92,740
Property, equipment and software	8,326	8,987
Interest receivable	5,354	6,237
Other assets	810	949
TOTAL ASSETS	1,145,242	1,153,997
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	662,254	646,770
Due to banks and other financial institutions	64,897	89,196
Due to customers	72,752	75,504
Interest payable	444	2,188
Other liabilities	10,520	9,315
Total liabilities	810,867	822,973
Equity		
Share capital	250,000	250,000
Statutory reserve	27,842	25,631
Retained earnings	44,621	37,219
Fair value reserve	(588)	3,174
Proposed dividend	12,500	15,000
Total equity	334,375	331,024
TOTAL LIABILITIES AND EQUITY	1,145,242	1,153,997

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY - For the year ended 31 December 2020

	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 year	-	-	22,113	-	-	22,113
Other comprehensive income	-	-	-	(3,762)	-	(3,762)
Total comprehensive income			22,113	(3,762)	-	18,351
Dividends paid	-	-	-	-	(15,000)	(15,000)
Proposed dividend for 2020	-	-	(12,500)	-	12,500	-
Transfer to Statutory reserve	-	2,211	(2,211)	-	-	-
Balance as at 31 December 2020	250,000	27,842	44,621	(588)	12,500	334,375
Balance as at 1 January 2019	250,000	22,757	26,352	(6,042)	5,000	298,067
Net profit for the year	-	-	28,741	-	-	28,741
Other comprehensive income	-	-	-	9,216	-	9,216
Total comprehensive income			28,741	9,216	-	37,957
Dividends paid	-	-	-	-	(5,000)	(5,000)
Proposed dividend for 2019	-	-	(15,000)	-	15,000	-
Transfer to Statutory reserve	-	2,874	(2,874)	-	-	-
Balance as at 31 December 2019	250,000	25,631	37,219	3,174	15,000	331,024