

INTERIM STATEMENT OF FINANCIAL POSITION
At 30 September 2018

	<i>(Reviewed)</i> 30 September 2018	<i>(Audited)</i> 31 December 2017
	US\$'000	US\$'000
ASSETS		
Cash and balances with Central banks and other banks	411,729	298,349
Deposits with banks and other financial institutions	396,634	409,496
Investments classified as fair value through profit and loss	14,626	20,462
Investment securities	202,572	221,374
Loans and advances	126,814	150,256
Property, equipment and software	9,919	10,371
Interest receivable	5,200	6,744
Other assets	1,260	1,591
TOTAL ASSETS	1,168,754	1,118,643
LIABILITIES AND EQUITY		
Liabilities		
Deposits from banks and other financial institutions	591,705	569,557
Due to banks and other financial institutions	133,676	133,417
Due to customers	136,452	93,805
Interest payable	3,614	1,086
Other liabilities	7,677	6,927
Total liabilities	873,124	804,792
Equity		
Share capital	250,000	250,000
Statutory reserve	21,257	21,257
Retained earnings	29,855	40,399
Fair value reserve	(5,482)	(2,805)
Proposed dividend	-	5,000
Total equity	295,630	313,851
TOTAL LIABILITIES AND EQUITY	1,168,754	1,118,643

INTERIM STATEMENT OF CHANGES IN EQUITY
Nine months ended 30 September 2018 (Reviewed)

	<i>Share capital</i> US\$'000	<i>Statutory reserve</i> US\$'000	<i>Retained earnings</i> US\$'000	<i>Fair value reserve</i> US\$'000	<i>Proposed dividend</i> US\$'000	<i>Total</i> US\$'000
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)
At 1 January 2018 - restated	250,000	21,257	17,852	126	5,000	294,235
Net profit for the period	-	-	12,003	-	-	12,003
Other comprehensive loss for the period	-	-	-	(5,608)	-	(5,608)
Dividend paid	-	-	-	-	(5,000)	(5,000)
At 30 September 2018	250,000	21,257	29,855	(5,482)	-	295,630
Balance as at 1 January 2017	250,000	20,174	35,652	(3,549)	-	302,277
Net profit for the period	-	-	6,143	-	-	6,143
Other comprehensive income for the period	-	-	-	1,423	-	1,423
At 30 September 2017	250,000	20,174	41,795	(2,126)	-	309,843

INTERIM STATEMENT OF PROFIT OR LOSS
Nine months ended 30 September 2018 (Reviewed)

	<i>Three months ended</i> 30 September	<i>Nine months ended</i> 30 September
	2018	2017
	US\$'000	US\$'000
Interest and similar income	11,084	9,629
Interest expense	(3,771)	(2,650)
Net interest income	7,313	6,979
Fees and commissions income	1,653	794
Trading income (loss) - net	20	9
Gain on non-trading investments - net	67	-
Foreign exchange gain - net	174	78
Other income	29	24
Operating income	9,256	7,884
Provision charge for the period	(1,251)	(2,500)
Net operating income	8,005	5,384
Staff costs	1,815	1,761
Depreciation	210	270
Other operating expenses	723	696
Operating expenses	2,748	2,727
NET PROFIT FOR THE PERIOD	5,257	2,657

INTERIM STATEMENT OF COMPREHENSIVE INCOME
Nine months ended 30 September 2018 (Reviewed)

	<i>Three months ended</i> 30 September	<i>Nine months ended</i> 30 September
	2018	2017
	US\$'000	US\$'000
NET PROFIT FOR THE PERIOD	5,257	2,657
Other comprehensive income:		
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>		
Unrealised fair value gain/(loss) on investments classified as fair value through other comprehensive income (FVOCI)	3,406	141
Reversal/(Increase) of impairment on FVOCI	70	-
Other comprehensive income / (loss) for the period	3,476	141
Total comprehensive income for the period	8,733	2,798

INTERIM STATEMENT OF CASH FLOWS
Nine months ended 30 September 2018 (Reviewed)

	<i>Nine months ended</i> 30 September
	2018
	US\$'000
OPERATING ACTIVITIES	
Net profit for the period	12,003
Adjustments for:	
Provision charge for the period	3,753
Depreciation	733
Amortisation of investments carried at amortised cost	380
Investment income	(270)
Unrealised loss on held for trading securities	216
Gain on disposal of fixed asset	(7)
Amortisation of assets reclassified as "loans and advances" from trading investments	(636)
Operating profit before changes in operating assets and liabilities	16,172
Changes in operating assets and liabilities:	
Balances with Central Banks above three months	(15,399)
Deposits with banks and other financial institutions	29,566
Investments classified as fair value through profit and loss	4,558
Investment securities	(294)
Loans and advances	1,713
Interest receivable and other assets	1,875
Deposits from banks and other financial institutions	22,148
Due to banks and other financial institutions	259
Due to customers	42,647
Interest payable and other liabilities	1,996
Net cash from operating activities	105,241
INVESTING ACTIVITIES	
Purchase of non-trading investments	-
Proceeds from disposal/redemption of non-trading investments	15,163
Purchase of property, equipment and software	(281)
Proceeds from disposal of fixed assets	7
Net cash from/(used in) investing activities	14,889
FINANCING ACTIVITY	
Dividend paid	(5,000)
Net cash used in financing activities	(5,000)
NET INCREASE IN CASH AND CASH EQUIVALENTS	115,130
Cash and cash equivalents at beginning of the period	677,834
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	792,964

The above is an extract of interim condensed financial statements for the nine month period ended 30 September 2018 which were approved by Board of Directors and on which Ernst & Young, auditors issued an unqualified review report dated 11th November 2018

Anthony C. Mallis
Deputy Chairman

Moraja G. Solaiman
Chairman

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