Al Salam Bank-Bahrain B.S.C.

Interim Condensed Consolidated Financial Statements for the period ended 31 March 2014
These were extracted from the interim condensed consolidated financial statements on which Ernst & Young issued an unqualified review report dated 5th May 2014.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	(Reviewed) 31 March 2014	(Audited) 31 December 2013
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank of Bahrain	**194,281**	86,097
Central Bank of Bahrain Sukuk	**124,700**	102,937
Murabaha and Wakala receivables from banks	**158,198**	118,227
Corporate Sukuk	**99,812**	91,106
Murabaha financing	**189,971**	147,616
Mudaraba financing	**135,998**	114,084
Ijarah Muntahia Bittamleek	**113,672**	110,631
Musharaka	**19,592**	19,145
Assets under conversion	**496,947**	-
Non-trading investments	**126,353**	125,923
Investment properties	**79,782**	77,736
Development properties	**54,313**	63,399
Investment in associates	**11,272**	8,537
Other assets	**30,625**	22,814
Assets held-for-sale	**45,255**	-
Goodwill	**12,773**	-
TOTAL ASSETS	**1,893,544**	1,088,252
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
LIABILITIES		
Murabaha and Wakala payables to banks	**158,184**	106,796
Wakala payables to non-banks	**713,578**	584,365
Customers' current accounts	**186,671**	70,532
Term financing	**23,827**	23,637
Liabilities under conversion	**410,205**	-
Liabilities relating to assets held-for-sale	**26,066**	-
Other liabilities	**36,515**	30,979
TOTAL LIABILITIES	**1,555,046**	816,309
EQUITY OF INVESTMENT ACCOUNTHOLDERS	**30,547**	25,846
OWNERS' EQUITY		
Share capital	**214,093**	149,706
Treasury stock	**(492)**	(492)
Reserves and retained earnings	**90,671**	78,580
Proposed appropriations	**-**	7,485
Total equity attributable to shareholders of the Bank	**304,272**	235,279
Non-controlling interest	**3,679**	10,818
TOTAL OWNERS' EQUITY	**307,951**	246,097
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	**1,893,544**	1,088,252

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (REVIEWED)	Three months period ended 31 March 2014	Three months period ended 31 March 2013
	BD '000	BD '000
Balance at 1 January	**246,097**	208,065
Net profit for the period	**4,093**	3,053
Net change in fair value	**(148)**	(70)
Changes on investment in an associate	**(32)**	16
Dividend paid	**(7,446)**	(7,446)
Shares issued on acquisition	**72,886**	-
Share issue expenses	**(125)**	-
Non-controlling interest arising on acquisition	**222**	-
Settlement of non-controlling interest	**(7,596)**	-
Balance at 31 March	**307,951**	203,618

INTERIM CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months period ended 31 March 2014	Three months period ended 31 March 2013
	BD '000	BD '000
OPERATING INCOME		
Income from financing contracts and sukuk	**7,281**	7,963
Gains on sale of investments and sukuk	**2,167**	875
Income from investments	**604**	882
Fair value changes on FVTPL investments	**1,611**	111
Dividend income	**297**	324
Foreign exchange gains	**233**	184
Fees, commisson and other income	**439**	284
	12,632	10,623
Profit on Murabaha and Wakala payables to banks	**(209)**	(187)
Profit on Wakala payables to non-banks	**(4,109)**	(4,221)
Profit on Term financing	**(234)**	-
Profit relating to equity of investment accountholders	**(42)**	(31)
Total operating income	**8,038**	6,184
OPERATING EXPENSES		
Staff costs	**1,669**	1,380
Premises and equipment cost	**258**	311
Depreciation	**66**	70
Other operating expenses	**1,301**	869
Total operating expenses	**3,294**	2,630
PROFIT BEFORE PROVISIONS AND RESULTS OF AN ASSOCIATE	**4,744**	3,554
Share of profit from an associate	**232**	-
Provisions for impairment-net	**(883)**	(501)
NET PROFIT FOR THE PERIOD	**4,093**	3,053
Attributable to:		
Shareholders of the Bank	**4,016**	3,053
Non-controlling interest	**77**	-
	4,093	3,053
WEIGHTED AVERAGE NUMBER OF SHARES (in '000)	**1,504,166**	1,491,372
BASIC AND DILUTED EARNINGS PER SHARE (FILS)	**2.7**	2.0

OTHER COMPREHENSIVE INCOME (REVIEWED)	Three months period ended 31 March 2014	Three months period ended 31 March 2013
	BD '000	BD '000
NET PROFIT FOR THE PERIOD	**4,093**	3,053
Other comprehensive income		
Items to be reclassified to profit or loss in subsequent periods:		
Net changes in fair value	**(148)**	(70)
Exchange differences on investment in an associate	**(32)**	16
Other comprehensive loss for the period	**(180)**	(54)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	**3,913**	2,999
Attributable to:		
Equity holders of the Bank	**3,836**	2,999
Non-controlling interest	**77**	-
	3,913	2,999

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Three months period ended 31 March 2014	Three months period ended 31 March 2013
	BD '000	BD '000
Net cash from operating activities	**40,106**	48,032
Net cash from (used in) investing activities	**125,590**	(10,544)
Net cash used in financing activities	**(12,659)**	(6,680)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**153,037**	30,808
Cash and cash equivalents at 1 January	**171,040**	149,013
CASH AND CASH EQUIVALENTS AT 31 MARCH	**324,077**	179,821

These interim condensed consolidated financial statements have been authorised for issue in accordance with a resolution of the Board of Directors on 5th May 2014.

Shaikha Hessa bint Khalifa Al Khalifa
Chairperson of the Board

Yousif Taqi
Director & CEO