

Interim Consolidated Statement of Financial Position

30 June 2021 (Reviewed)

All figures in US\$ Million

	Reviewed	Audited
	30 June 2021	31 December 2020
ASSETS		
Liquid funds	1,995	1,752
Trading securities	452	171
Placements with banks and other financial institutions	1,999	1,803
Securities bought under repurchase agreements	699	1,823
Non-trading investments	7,283	6,696
Loans and advances	15,930	15,656
Other assets	2,370	2,305
Premises and equipment	211	201
TOTAL ASSETS	30,939	30,407
LIABILITIES		
Deposits from customers	17,767	17,173
Deposits from banks	3,852	3,596
Certificates of deposit	546	494
Securities sold under repurchase agreements	841	1,151
Taxation	113	80
Other liabilities	1,925	1,974
Borrowings	1,613	1,795
Total liabilities	26,657	26,263
EQUITY		
Share capital	3,110	3,110
Treasury shares	(6)	(6)
Statutory reserve	520	520
Retained earnings	1,022	965
Other reserves	(756)	(822)
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,890	3,767
Non-controlling interests	392	377
Total equity	4,282	4,144
TOTAL LIABILITIES AND EQUITY	30,939	30,407

Interim Condensed Consolidated Statement of Cash Flows

Six-month period ended 30 June 2021 (Reviewed)

All figures in US\$ Million

	Six months ended 30 June	
	2021	2020
OPERATING ACTIVITIES		
Net cash from operating activities	806	452
INVESTING ACTIVITIES		
Net cash used in investing activities	(586)	(55)
FINANCING ACTIVITIES		
Net cash used in financing activities	(47)	(285)
Net change in cash and cash equivalents	173	112
Effect of exchange rate changes on cash and cash equivalents	60	(47)
Cash and cash equivalents at beginning of the period	1,752	1,657
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD*	1,985	1,722

*Cash and cash equivalents comprises of liquid funds excluding treasury and other eligible bills with original maturities of more than three months amounting to US\$ 10 million (30 June 2020: US\$ 238 million).

Interim Consolidated Statement of Changes In Equity

Six-month period ended 30 June 2021 (Reviewed)

All figures in US\$ Million

	Equity attributable to the shareholders of the parent									Non-controlling interests	Total equity
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	Other reserves			Total		
						Foreign exchange translation adjustments	Cumulative changes in fair value	Pension fund reserve			
At 31 December 2020	3,110	(6)	520	965	100	(902)	20	(40)	3,767	377	4,144
Profit for the period	-	-	-	55	-	-	-	-	55	14	69
Other comprehensive income for the period	-	-	-	-	-	24	42	-	66	17	83
Total comprehensive income for the period	-	-	-	55	-	24	42	-	121	31	152
Other equity movements in subsidiaries	-	-	-	2	-	-	-	-	2	(16)	(14)
At 30 June 2021 (reviewed)	3,110	(6)	520	1,022	100	(878)	62	(40)	3,890	392	4,282
At 31 December 2019	3,110	(6)	520	1,051	100	(754)	42	(32)	4,031	458	4,489
(Loss) profit for the period	-	-	-	(67)	-	-	-	-	(67)	10	(57)
Other comprehensive loss for the period	-	-	-	-	-	(174)	(155)	-	(329)	(101)	(430)
Total comprehensive loss for the period	-	-	-	(67)	-	(174)	(155)	-	(396)	(91)	(487)
Other equity movements in subsidiaries	-	-	-	2	-	-	-	-	2	(12)	(10)
At 30 June 2020 (reviewed)	3,110	(6)	520	986	100	(928)	(113)	(32)	3,637	355	3,992

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 477 million (31 December 2020: US\$ 482 million).

Interim Consolidated Statement of Profit or Loss

Six-month period ended 30 June 2021 (Reviewed)

All figures in US\$ Million

	Three months ended 30 June		Six months ended 30 June	
	2021 Reviewed	2020 Unreviewed	2021 Reviewed	2020
OPERATING INCOME				
Interest and similar income	206	289	475	683
Interest and similar expense	(68)	(174)	(215)	(431)
Net interest income	138	115	260	252
Other operating income (expense)	87	23	147	(12)
Total operating income	225	138	407	240
OPERATING EXPENSES				
Staff	78	65	156	152
Premises and equipment	13	11	23	21
Other	37	38	74	74
Total operating expenses	128	114	253	247
NET OPERATING PROFIT (LOSS) BEFORE CREDIT LOSS EXPENSE AND TAXATION	97	24	154	(7)
Credit loss expense	(29)	(54)	(49)	(174)
PROFIT (LOSS) BEFORE TAXATION	68	(30)	105	(181)
Taxation (charge) reversal on foreign operations	(35)	26	(36)	124
PROFIT (LOSS) FOR THE PERIOD	33	(4)	69	(57)
Profit attributable to non-controlling interests	(8)	(1)	(14)	(10)
PROFIT (LOSS) ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	25	(5)	55	(67)
BASIC AND DILUTED EARNINGS (LOSS) PER SHARE (EXPRESSED IN US\$)	0.01	(0.00)	0.02	(0.02)

Interim Consolidated Statement of Comprehensive Income

Six-month period ended 30 June 2021 (Reviewed)

All figures in US\$ Million

	Three months ended 30 June		Six months ended 30 June	
	2021 Reviewed	2020 Unreviewed	2021 Reviewed	2020
PROFIT (LOSS) FOR THE PERIOD	33	(4)	69	(57)
Other comprehensive income (loss):				
<i>Other comprehensive income (loss) that will be reclassified (or recycled) to profit or loss in subsequent periods:</i>				
Foreign currency translation:				
Unrealised income (loss) on exchange translation in foreign subsidiaries	118	(49)	41	(275)
Debt instruments at FVOCI:				
Net change in fair value during the period	36	176	42	(155)
Other comprehensive income (loss) for the period	154	127	83	(430)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	187	123	152	(487)
Attributable to:				
Shareholders of the parent	137	138	121	(396)
Non-controlling interests	50	(15)	31	(91)
	187	123	152	(487)

The above interim consolidated statement of financial position, interim consolidated statement of profit or loss, interim consolidated statement of comprehensive income, interim condensed consolidated statement of cash flows and interim consolidated statement of changes in equity have been extracted from the Interim Condensed Consolidated Financial Statements of Arab Banking Corporation (B.S.C) for the period ended 30th June 2021, which were approved by the Board of Directors and on which an unqualified review conclusion and an other matter paragraph was issued by Ernst & Young, Kingdom of Bahrain, on 10th August 2021.