

Interim Consolidated Statement of Financial Position

31 March 2022 (Reviewed)

All figures in US\$ Million

	Reviewed	Audited
	31 March 2022	31 December 2021
ASSETS		
Liquid funds	2,079	2,626
Trading securities	1,361	902
Placements with banks and other financial institutions	2,664	3,031
Securities bought under repurchase agreements	821	698
Non-trading investments	7,764	8,350
Loans and advances	17,023	16,768
Other assets	2,740	2,213
Premises and equipment	298	309
TOTAL ASSETS	34,750	34,897
LIABILITIES		
Deposits from customers	20,720	20,734
Deposits from banks	3,756	4,388
Certificates of deposit	431	725
Securities sold under repurchase agreements	1,923	2,011
Taxation	125	79
Other liabilities	1,917	1,514
Borrowings	1,226	1,211
Total liabilities	30,098	30,662
EQUITY		
Share capital	3,110	3,110
Treasury shares	(6)	(6)
Statutory reserve	530	530
Retained earnings	1,037	1,055
Other reserves	(840)	(817)
EQUITY ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	3,831	3,872
Additional / perpetual tier-1 capital	390	-
Equity attributable to the shareholders of the parent and perpetual instrument holders	4,221	3,872
Non-controlling interests	431	363
Total equity	4,652	4,235
TOTAL LIABILITIES AND EQUITY	34,750	34,897

Interim Condensed Consolidated Statement of Cash Flows

Three-month period ended 31 March 2022 (Reviewed)

All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2022	2021
OPERATING ACTIVITIES		
Net cash (used in) from operating activities*	(1,261)	338
INVESTING ACTIVITIES		
Net cash from (used in) investing activities	345	(285)
FINANCING ACTIVITIES		
Net cash from (used in) financing activities*	91	(40)
Net change in cash and cash equivalents	(825)	13
Effect of exchange rate changes on cash and cash equivalents	(25)	22
Cash and cash equivalents at beginning of the period	2,586	1,752
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD**	1,736	1,787

*This includes non-cash item amounting to US\$ 390 million, which was converted from deposits from customers to additional / perpetual tier-1 capital instruments.

**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\$ 343 million (31 March 2021: US\$ NIL).

Interim Consolidated Statement of Profit or Loss

Three-month period ended 31 March 2022 (Reviewed)

All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2022	2021
OPERATING INCOME		
Interest and similar income	403	269
Interest and similar expense	(226)	(147)
Net interest income	177	122
Other operating income	70	60
Total operating income	247	182
OPERATING EXPENSES		
Staff	100	78
Premises and equipment	15	10
Other	44	37
Total operating expenses	159	125
NET OPERATING PROFIT BEFORE CREDIT LOSS EXPENSE AND TAXATION	88	57
Credit loss expense	(25)	(20)
PROFIT BEFORE TAXATION	63	37
Taxation charge on foreign operations	(20)	(1)
PROFIT FOR THE PERIOD	43	36
Profit attributable to non-controlling interests	(12)	(6)
PROFIT ATTRIBUTABLE TO THE SHAREHOLDERS OF THE PARENT	31	30
BASIC AND DILUTED EARNINGS PER SHARE (EXPRESSED IN US\$)	0.01	0.01

Interim Consolidated Statement of Comprehensive Income

Three-month period ended 31 March 2022 (Reviewed)

All figures in US\$ Million

	Reviewed	
	Three months ended 31 March 2022	2021
PROFIT FOR THE PERIOD	43	36
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 gain (loss) on exchange translation in foreign subsidiaries	74	(77)
Debt instruments at FVOCI:		
Net change in fair value during the period	(41)	6
Other comprehensive income (loss) for the period	33	(71)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	76	(35)
Attributable to:		
Shareholders of the parent	8	(16)
Non-controlling interests	68	(19)
	76	(35)

Interim Consolidated Statement of Changes in Equity

Three-month period ended 31 March 2022 (Reviewed)

All figures in US\$ Million

	Equity attributable to the shareholders of the parent									Additional / perpetual tier-1 capital	Non-controlling interests	Total equity
	Share capital	Treasury shares	Statutory reserve	Retained earnings*	General reserve	Foreign exchange translation adjustment	Cumulative changes in fair value	Pension fund reserve	Total			
At 31 December 2021	3,110	(6)	530	1,055	100	(950)	63	(30)	3,872	-	363	4,235
Profit for the period	-	-	-	31	-	-	-	-	31	-	12	43
Other comprehensive income for the period	-	-	-	-	-	18	(41)	-	(23)	-	56	33
Total comprehensive income for the period	-	-	-	31	-	18	(41)	-	8	-	68	76
Dividend**	-	-	-	(31)	-	-	-	-	(31)	-	-	(31)
Issue of additional / perpetual tier-1 capital	-	-	-	-	-	-	-	-	-	390	-	390
Other equity movements in subsidiaries	-	-	-	(18)	-	-	-	-	(18)	-	-	(18)
At 31 March 2022 (reviewed)	3,110	(6)	530	1,037	100	(932)	22	(30)	3,831	390	431	4,652
At 31 December 2020	3,110	(6)	520	965	100	(902)	20	(40)	3,767	-	377	4,144
Profit for the period	-	-	-	30	-	-	-	-	30	-	6	36
Other comprehensive loss for the period	-	-	-	-	-	(52)	6	-	(46)	-	(25)	(71)
Total comprehensive income for the period	-	-	-	30	-	(52)	6	-	(16)	-	(19)	(35)
Other equity movements in subsidiaries	-	-	-	2	-	-	-	-	2	-	(9)	(7)
At 31 March 2021 (reviewed)	3,110	(6)	520	997	100	(954)	26	(40)	3,753	-	349	4,102

* Retained earnings include non-distributable reserves arising from consolidation of subsidiaries amounting to US\$ 516 million (31 December 2021: US\$ 510 million).

** A dividend of US\$ 0.01 per share (2020: Nil) has been approved for payment at the Annual General Meeting held on 23 March 2022.

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 the 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 three-month period ended 31st March 2022, which were approved by the Board of Directors and on which an unqualified review conclusion was issued by Ernst & Young, Kingdom of Bahrain, on 11th May 2022.