

## Condensed Consolidated Interim Financial Information

31 March 2023

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### Condensed Consolidated Statement of Financial Position

as at 31 March 2023

(Bahraini Dinar Millions)

	31 March 2023 (reviewed)	31 December 2022 (audited)
<b>Assets</b>		
Cash and balances at central banks	185.7	177.7
Treasury bills	224.0	343.5
Placements with banks and other financial institutions	338.5	275.1
Loans and advances	2,467.2	2,494.9
Investment securities	1,341.0	1,241.4
Investment in associates	26.9	26.5
Interest receivable and other assets	116.7	103.3
Property and equipment	70.4	70.1
Goodwill and other intangible assets	52.6	52.8
<b>Total assets</b>	<b>4,823.0</b>	<b>4,785.3</b>
<b>Liabilities</b>		
Due to banks and other financial institutions	508.3	472.3
Borrowings under repurchase agreements	257.9	244.4
Customer deposits	3,371.3	3,330.2
Interest payable and other liabilities	145.9	162.5
<b>Total liabilities</b>	<b>4,283.4</b>	<b>4,209.4</b>
<b>Equity</b>		
Share capital	226.6	206.0
Shares unallocated under share incentive scheme	(1.2)	(1.1)
Share premium	12.3	12.3
Statutory reserve	113.3	103.0
General reserve	32.4	32.4
Other reserves and retained earnings	145.7	213.3
<b>Equity attributable to the shareholders of the Bank</b>	<b>529.1</b>	<b>565.9</b>
Non-controlling interest	10.5	10.0
<b>Total equity</b>	<b>539.6</b>	<b>575.9</b>
<b>Total liabilities and equity</b>	<b>4,823.0</b>	<b>4,785.3</b>

### Condensed Consolidated Statement of Profit or Loss

for the three months ended 31 March 2023

(Bahraini Dinar Millions)

	Three months ended	
	31 March 2023 (reviewed)	31 March 2022 (reviewed)
Interest income	61.6	40.4
Interest expense	(28.3)	(8.0)
<b>Net interest income</b>	<b>33.3</b>	<b>32.4</b>
Other income	16.7	10.1
<b>Total operating income</b>	<b>50.0</b>	<b>42.5</b>
Staff expenses	12.1	10.9
Depreciation, amortisation and equipment expenses	4.5	3.6
Other operating expenses	5.7	5.9
<b>Total operating expenses</b>	<b>22.3</b>	<b>20.4</b>
<b>Operating profit before results of associates, impairment, and other provisions</b>	<b>27.7</b>	<b>22.1</b>
Share of profits from associates, net	0.4	0.6
Loans, placements and securities impairment, net	(5.3)	(0.9)
Other impairment and provisions, net	0.2	(1.3)
<b>Profit for the period</b>	<b>23.0</b>	<b>20.5</b>
<b>Attributable to:</b>		
Shareholders of the Bank	22.4	19.4
Non-controlling interest	0.6	1.1
<b>Profit for the period</b>	<b>23.0</b>	<b>20.5</b>
<b>Basic and diluted earnings per share</b>	<b>10 fils</b>	<b>9 fils</b>

### Condensed Consolidated Statement of Comprehensive Income

for the three months ended 31 March 2023

(Bahraini Dinar Millions)

	Three months ended	
	31 March 2023 (reviewed)	31 March 2022 (reviewed)
<b>Profit for the period</b>	<b>23.0</b>	<b>20.5</b>
<b>Other comprehensive income:</b>		
<b>Items that are or may be reclassified to profit or loss:</b>		
Fair value through other comprehensive income (debt instruments)		
- Net change in fair value	(0.4)	13.4
- Net amount transferred to profit or loss	(5.1)	(1.1)
<b>Items that will not be reclassified to profit or loss:</b>		
Fair value through other comprehensive income (equity instruments)	(1.5)	9.2
<b>Total other comprehensive (loss) / income for the period</b>	<b>(7.0)</b>	<b>21.5</b>
<b>Total comprehensive income for the period</b>	<b>16.0</b>	<b>42.0</b>
<b>Attributable to:</b>		
Shareholders of the Bank	15.4	40.9
Non-controlling interest	0.6	1.1
<b>Total comprehensive income for the period</b>	<b>16.0</b>	<b>42.0</b>

### Condensed Consolidated Statement of Changes in Equity

for the three months ended 31 March 2023

(Bahraini Dinar Millions)

2023 (reviewed)	Share capital	Unallocated shares	Share premium	Statutory reserve	General reserve	Fair value reserve	Other reserves and retained earnings				Total equity
							Donation charity reserve	Retained earnings	Total owners' equity	Non-controlling interest	
<b>Balance at 31 December 2022</b>	<b>206.0</b>	<b>(1.1)</b>	<b>12.3</b>	<b>103.0</b>	<b>32.4</b>	<b>28.2</b>	<b>13.0</b>	<b>172.1</b>	<b>565.9</b>	<b>10.0</b>	<b>575.9</b>
2022 appropriations:											
Cash dividend at 25%	-	-	-	-	-	-	-	(51.5)	(51.5)	-	(51.5)
Bonus shares issued at 10%	20.6	(0.1)	-	-	-	-	-	(20.5)	-	-	-
Transfer to donations and charity reserve	-	-	-	-	-	-	3.4	(3.4)	-	-	-
Transfer to statutory reserve	-	-	-	10.3	-	-	-	(10.3)	-	-	-
<b>Balance after 2022 appropriations</b>	<b>226.6</b>	<b>(1.2)</b>	<b>12.3</b>	<b>113.3</b>	<b>32.4</b>	<b>28.2</b>	<b>16.4</b>	<b>86.4</b>	<b>514.4</b>	<b>10.0</b>	<b>524.4</b>
<b>Comprehensive income for the period:</b>											
Profit for the period	-	-	-	-	-	-	-	22.4	22.4	0.6	23.0
Other comprehensive income	-	-	-	-	-	(7.0)	-	-	(7.0)	-	(7.0)
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7.0)</b>	<b>-</b>	<b>22.4</b>	<b>15.4</b>	<b>0.6</b>	<b>16.0</b>
Utilisation of donation and charity reserve	-	-	-	-	-	-	(0.4)	-	(0.4)	-	(0.4)
Other movements	-	-	-	-	-	-	-	(0.3)	(0.3)	(0.1)	(0.4)
<b>Balance at 31 March 2023</b>	<b>226.6</b>	<b>(1.2)</b>	<b>12.3</b>	<b>113.3</b>	<b>32.4</b>	<b>21.2</b>	<b>16.0</b>	<b>108.5</b>	<b>529.1</b>	<b>10.5</b>	<b>539.6</b>

### Condensed Consolidated Statement of Changes in Equity

for the three months ended 31 March 2022

(Bahraini Dinar Millions)

2022 (reviewed)	Share capital	Unallocated shares	Share premium	Statutory reserve	General reserve	Fair value reserve	Other reserves and retained earnings				Total equity
							Donation charity reserve	Retained earnings	Total owners' equity	Non-controlling interest	
<b>Balance at 31 December 2021</b>	<b>187.3</b>	<b>(1.2)</b>	<b>11.4</b>	<b>93.6</b>	<b>32.4</b>	<b>18.2</b>	<b>13.8</b>	<b>172.3</b>	<b>527.8</b>	<b>7.5</b>	<b>535.3</b>
2021 appropriations:											
Cash dividend at 20%	-	-	-	-	-	-	-	(37.5)	(37.5)	-	(37.5)
Bonus shares issued at 10%	18.7	(0.1)	-	-	-	-	-	(18.6)	-	-	-
Transfer to donations and charity reserve	-	-	-	-	-	-	2.7	(2.7)	-	-	-
Transfer to statutory reserve	-	-	-	9.4	-	-	-	(9.4)	-	-	-
<b>Balance after 2021 appropriations</b>	<b>206.0</b>	<b>(1.3)</b>	<b>11.4</b>	<b>103.0</b>	<b>32.4</b>	<b>18.2</b>	<b>16.5</b>	<b>104.1</b>	<b>490.3</b>	<b>7.5</b>	<b>497.8</b>
Employee shares allocated during the period	-	0.2	0.9	-	-	-	-	-	1.1	-	1.1
<b>Comprehensive income for the period:</b>											
Profit for the period	-	-	-	-	-	-	-	19.4	19.4	1.1	20.5
Other comprehensive income	-	-	-	-	-	21.5	-	-	21.5	-	21.5
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21.5</b>	<b>-</b>	<b>19.4</b>	<b>40.9</b>	<b>1.1</b>	<b>42.0</b>
Utilisation of donation and charity reserve	-	-	-	-	-	-	(0.7)	-	(0.7)	-	(0.7)
Other movements	-	-	-	-	-	-	-	(0.3)	(0.3)	(0.1)	(0.4)
<b>Balance at 31 March 2022</b>	<b>206.0</b>	<b>(1.1)</b>	<b>12.3</b>	<b>103.0</b>	<b>32.4</b>	<b>39.7</b>	<b>15.8</b>	<b>123.2</b>	<b>531.3</b>	<b>8.5</b>	<b>539.8</b>

### Condensed Consolidated Statement of Cash Flows

for the three months ended 31 March 2023

(Bahraini Dinar Millions)

	Three months ended	
	31 March 2023 (reviewed)	31 March 2022 (reviewed)
<b>Cash flow from operating activities</b>		
<b>Profit for the period</b>	<b>23.0</b>	<b>20.5</b>
Adjustments to reconcile profit for the period to net cash from operating activities:		
Depreciation and amortisation	2.3	1.9
Amortisation of right-of-use leased property	0.5	0.4
Loans, placements and securities impairment, net	5.3	0.9
Other impairment and provisions, net	(0.2)	1.3
Share of profits from associates, net	(0.4)	(0.6)
<b>Profit for the period after adjustments</b>	<b>30.5</b>	<b>24.4</b>
<b>Change in operating assets and liabilities:</b>		
Balances with central banks (mandatory cash reserve)	(1.3)	1.0
Treasury bills	(63.8)	25.6
Placements with banks and other financial institutions	1.6	(6.5)
Loans and advances	22.4	65.2
Investment securities	(92.2)	(6.5)
Interest receivable and other assets	(27.9)	10.6
Due to banks and other financial institutions	36.0	25.9
Borrowings under repurchase agreements	13.5	25.1
Customer deposits	41.1	49.5
Interest payable and other liabilities	(17.3)	10.8
<b>Net cash (used in) / from operating activities</b>	<b>(57.4)</b>	<b>225.1</b>
<b>Cash flow from investing activities</b>		
Dividend received from associates	-	0.1
Purchase of property and equipment, net	(2.3)	(3.6)
<b>Net cash used in investing activities</b>	<b>(2.3)</b>	<b>(3.5)</b>
<b>Cash flow from financing activities</b>		
Dividends paid	(51.6)	(37.5)
Donations and charities paid	(0.8)	(1.1)
Payment of lease liabilities	(0.4)	(0.4)
<b>Net cash used in financing activities</b>	<b>(52.8)</b>	<b>(39.0)</b>
<b>Net (decrease) / increase in cash and cash equivalents during the period</b>	<b>(112.5)</b>	<b>182.6</b>
Cash and cash equivalents at 1 January	512.9	320.5
<b>Cash and cash equivalents at 31 March</b>	<b>400.4</b>	<b>503.1</b>

The comparatives for the condensed consolidated statement of financial position have been extracted from the audited financial statements for the year ended 31 December 2022. The comparatives for the condensed consolidated statements of profit or loss, comprehensive income, changes in equity and cash flows have been extracted from the reviewed condensed consolidated interim financial information for the three months ended 31 March 2022.

Reviewed by KPMG - 8<sup>th</sup> May 2023

**Farouk Yousuf Khalil Almoayyed**  
Chairman

**Dr. Esam Abdulla Fakhro**  
Deputy Chairman

**Usman Ahmed**  
Group Chief Executive Officer