

BBK B.S.C- Interim Condensed Consolidated Financial Statements 30 June 2012 (Unaudited)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2012 (Unaudited)
BD '000s

	Unaudited 30 June 2012	Audited 31 December 2011	Unaudited 30 June 2011
ASSETS			
Cash and balances with central banks	258,235	227,973	350,936
Treasury bills	159,121	215,286	194,291
Deposits and amounts due from banks and other financial institutions	219,424	243,480	187,672
Loans and advances to customers	1,459,762	1,406,719	1,281,021
Non-trading investment securities	695,315	563,915	466,733
Investment in associated companies and joint venture	51,844	51,127	33,732
Interest receivable and other assets	30,341	27,949	20,558
Premises and equipment	28,729	28,605	29,147
TOTAL ASSETS	2,902,771	2,765,054	2,564,090
LIABILITIES AND EQUITY			
LIABILITIES			
Deposits and amounts due to banks and other financial institutions	287,401	142,361	235,872
Borrowings under repurchase agreement	-	1,067	-
Term borrowings	237,333	236,615	247,738
Customers' current, savings and other deposits	2,064,549	2,076,214	1,795,492
Interest payable and other liabilities	64,404	70,778	46,436
TOTAL LIABILITIES	2,653,687	2,527,035	2,325,538
EQUITY			
Share capital	85,135	85,135	85,135
Treasury stock	(3,711)	(4,445)	(4,232)
Share premium	39,919	39,919	39,919
Statutory reserve	42,568	42,568	42,568
General reserve	39,500	36,000	36,000
Cumulative changes in fair values	(5,836)	(16,192)	(9,895)
Foreign exchange translation adjustments	(1,752)	(561)	2,411
Retained earnings	52,822	29,306	46,340
Appropriations	-	25,938	-
ATTRIBUTABLE TO THE SHAREHOLDERS OF THE BANK	248,645	237,668	238,246
Non-controlling interest	439	351	306
TOTAL EQUITY	249,084	238,019	238,552
TOTAL LIABILITIES AND EQUITY	2,902,771	2,765,054	2,564,090

CONSOLIDATED STATEMENT OF INCOME

Six months ended 30 June 2012 (Unaudited)
BD '000s

	Three months ended		Six months ended	
	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11
Interest and similar income	25,821	22,177	50,568	43,903
Interest and similar expense	(9,530)	(7,317)	(19,138)	(15,018)
Net interest income	16,291	14,860	31,430	28,885
Share of profit of associated companies and joint venture	1,292	628	2,706	1,458
Other income	8,641	8,637	17,017	18,111
TOTAL OPERATING INCOME	26,224	24,125	51,153	48,454
Staff Costs	8,087	7,718	16,231	15,140
Other expenses	3,812	3,532	6,839	6,768
Depreciation	867	879	1,722	1,734
Net provision for impairment on loans and advances to customers	332	810	908	1,805
Net provision for impairment on non-trading investment securities	1,551	125	1,514	125
Total operating expenses	14,649	13,064	27,214	25,572
PROFIT BEFORE TAXATION	11,575	11,061	23,939	22,882
Net tax provision	(247)	314	(544)	227
PROFIT FOR THE PERIOD	11,328	11,375	23,395	23,109
Attributable to:				
Shareholders of the Bank	11,290	11,358	23,307	23,084
Non-controlling interest	38	17	88	25
	11,328	11,375	23,395	23,109
Basic and diluted earnings per share (BD)	0.013	0.014	0.028	0.028

Accounting policies and Notes :

- The interim condensed consolidated financial statements of the Group for the six month period ended 30 June 2012 are prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. The accounting policies used in the preparation of the interim condensed consolidated financial statements are consistent with those used in the preparation of the annual consolidated financial statements for the year ended 31 December 2011.
- Other income for the six months ended 30 June 2012 includes BD 1,010 thousand (six months ended 30 June 2011: BD 1,448 thousand) of dividend income, which is of a seasonal nature.
- There was no gain on partial redemption of term borrowings for the six months ended 30 June 2012 (six months ended 30 June 2011: BD 290 thousand).
- At the Annual General Meeting held on 11 March 2012, the shareholders approved the following appropriations, which was subsequently paid:

	31 December 2011	31 December 2010
	BD '000	BD '000
Dividend BD 0.025 per share (2010: BD 0.025 per share)	20,938	20,980
Transfer to general reserve	3,500	9,000
Donations	1,500	1,700
	25,938	31,680

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Six months ended 30 June 2012 (Unaudited)
BD '000s

	Three months ended		Six months ended	
	30-Jun-12	30-Jun-11	30-Jun-12	30-Jun-11
Profit for the period	11,328	11,375	23,395	23,109
Foreign exchange translation adjustments	(1,893)	634	(1,191)	1,494
Net movement in cumulative changes in fair values	(1,453)	(291)	9,983	(3,430)
Share of changes in fair value reserve of associates	184	-	373	-
Other comprehensive income for the period	(3,162)	343	9,165	(1,936)
Total Comprehensive income for the period	8,166	11,718	32,560	21,173
Attributable to:				
Shareholders of the Bank	8,128	11,701	32,472	21,148
Non-controlling interest	38	17	88	25
	8,166	11,718	32,560	21,173

CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended 30 June 2012 (Unaudited)
BD '000s

	Six months ended	
	30-Jun-12	30-Jun-11
Net cash from operating activities	172,136	266,129
Net cash used in investing activities	(122,599)	(39,388)
Net cash used in financing activities	(21,704)	(145,421)
Foreign exchange translation adjustments	(1,191)	1,494
NET CHANGE IN CASH AND CASH EQUIVALENTS	26,642	82,814
Cash and cash equivalents at beginning of the period	313,769	507,863
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	340,411	590,677

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six months ended 30 June 2012 (Unaudited)
BD '000s

	Attributable to the shareholders of the Bank				Non controlling interest	Total equity	
	Share capital	Other reserves	Retained earnings	Proposed appropriations			
Balance at 1 January 2012	85,135	97,289	29,306	25,938	237,668	351	238,019
General reserve transfer - 2011	-	3,500	-	(3,500)	-	-	-
Dividend - 2011	-	-	-	(20,938)	(20,938)	-	(20,938)
Donations - 2011	-	-	-	(1,500)	(1,500)	-	(1,500)
Profit for the period	-	-	23,307	-	23,307	88	23,395
Other comprehensive income for the period	-	9,165	-	-	9,165	-	9,165
Total comprehensive income	-	9,165	23,307	-	32,472	88	32,560
Purchase of treasury stock	-	734	-	-	734	-	734
Share - based payments	-	-	209	-	209	-	209
Balance at 30 June 2012	85,135	110,688	52,822	-	248,645	439	249,084
Balance at 1 January 2011	85,135	100,197	23,249	31,680	240,261	281	240,542
General reserve transfer - 2010	-	9,000	-	(9,000)	-	-	-
Dividend - 2010	-	-	-	(20,980)	(20,980)	-	(20,980)
Donations - 2010	-	-	-	(1,700)	(1,700)	-	(1,700)
Profit for the period	-	-	23,084	-	23,084	25	23,109
Other comprehensive income for the period	-	(1,936)	-	-	(1,936)	-	(1,936)
Total comprehensive income	-	(1,936)	23,084	-	21,148	25	21,173
Purchase of treasury stock	-	(490)	-	-	(490)	-	(490)
Share - based payments	-	-	7	-	7	-	7
Balance at 30 June 2011	85,135	106,771	46,340	-	238,246	306	238,552

SEGMENTAL INFORMATION

BD '000s

	Retail banking	Corporate banking	International banking	Investment, treasury and other activities	Total
30 June 2012					
Operating income before share of profit of associated companies and joint venture	17,123	14,318	13,464	3,542	48,447
Segment result	7,374	6,671	5,974	670	20,689
Share of profit of associated companies and joint venture					2,706
Profit for the period					23,395
Profit attributable to non-controlling interest					(88)
Profit attributable to the shareholders of the Bank					23,307
30 June 2011					
Operating income before share of profit of associated companies and joint venture	14,940	11,905	11,497	8,654	46,996
Segment result	3,980	5,203	7,779	4,689	21,651
Share of profit of associated companies and joint venture					1,458
Profit for the period					23,109
Profit attributable to non-controlling interest					(25)
Profit attributable to the shareholders of the Bank					23,084

The consolidated statement of financial position, consolidated statement of income, consolidated statement of comprehensive income, consolidated statement of cash flows, consolidated statement of changes in equity, segmental information, accounting policies and notes have been extracted from the interim condensed consolidated financial statements of BBK B.S.C. for the six month period ended 30 June 2012 which was reviewed by Ernst & Young.

Murad Ali Murad Aref Saleh Khamis Abdulkarim Ahmed Bucheery
Chairman Deputy Chairman Chief Executive

Above information available on www.bbkonline.com