



BBK B.S.C- Interim Condensed Consolidated Financial Statements 30 June 2011 (Unaudited)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 June 2011 (Unaudited) BD '000s

BD '000s			
	Unaudited	Audited	Unaudited
	30 June 2011	31 December 2010	30 June 2010
ASSETS			
Cash and balances with central banks	350,936	358,926	281,099
Treasury bills	194,291	130,172	131,349
Financial assets at fair value through statement of income	-	-	2,014
Deposits and amounts due from banks and other financial institutions	187,672	171,037	278,312
Loans and advances to customers	1,281,021	1,276,316	1,234,210
Non-trading investment securities	466,733	425,428	402,280
Investment in associated companies and joint venture	33,732	35,120	34,746
Interest receivable and other assets	20,558	21,096	15,882
Premises and equipment	29,147	29,082	28,367
TOTAL ASSETS	2,564,090	2,447,177	2,408,259
LIABILITIES AND EQUITY			
LIABILITIES			
Deposits and amounts due to banks and other financial institutions	235,872	195,501	185,288
Borrowings under repurchase agreement	-	1,678	-
Term borrowings	247,738	370,279	247,994
Customers, current, savings and other deposits	1,795,492	1,593,576	1,715,751
Interest payable and other liabilities	46,436	45,601	37,522
TOTAL LIABILITIES	2,325,538	2,206,635	2,186,555
EQUITY			
Share capital	85,135	85,135	85,135
Treasury stock	(4,232)	(3,742)	(2,845)
Share premium	39,919	39,919	39,919
Statutory reserve	42,568	42,568	39,001
General reserve	36,000	27,000	27,000
Cumulative changes in fair values	(9,895)	(6,465)	(8,219)
Foreign exchange translation adjustments	2,411	917	(1,114)
Retained earnings	46,340	23,249	42,557
Proposed appropriations	-	31,680	-
ATTRIBUTABLE TO THE SHAREHOLDERS OF THE BANK	238,246	240,261	221,434
Non-controlling interest	306	281	270
TOTAL EQUITY	238,552	240,542	221,704
TOTAL LIABILITIES AND EQUITY	2,564,090	2,447,177	2,408,259

CONSOLIDATED STATEMENT OF INCOME

Six months ended 30 June 2011 (Unaudited) BD '000s

	Three months ended		Six months ended	
	30-Jun-11	30-Jun-10	30-Jun-11	30-Jun-10
Interest and similar income	22,177	20,763	43,903	40,835
Interest and similar expense	(8,763)	(6,660)	(16,685)	(11,349)
Net interest income	13,414	14,103	27,218	29,486
Share of profit of associated companies and joint venture	628	1,020	1,458	1,778
Other income	10,083	19,735	19,778	33,316
TOTAL OPERATING INCOME	24,125	34,858	48,454	64,580
Staff Costs	7.718	7.313	15.140	14,398
Other expenses	3,532	3,252	6,768	6,134
Depreciation	879	770	1,734	1,498
Net provision for impairment on loans and advances to customers	810	11,487	1,805	13,004
Net provision for impairment on non-trading investment securities	125	907	125	5,879
Total operating expenses	13,064	23,729	25,572	40,913
PROFIT BEFORE TAXATION	11,061	11,129	22,882	23,667
Net tax reversal (provision)	314	(218)	227	(248)
PROFIT FOR THE PERIOD	11,375	10,911	23,109	23,419
Attributable to:				
Shareholders of the Bank	11,358	10,919	23,084	23,423
Non-controlling interest	17	(8)	25	(4)
	11,375	10,911	23,109	23,419
Basic and diluted earnings per share (BD)	0.014	0.013	0.028	0.028

Accounting polices and Notes:

- 1 The interim condensed consolidated financial statements of the Group for the six month period ended 30 June 2011 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 2010.
- 2 Other income for the six months ended 30 June 2011 includes BD 1,448 thousand (30 June 2010: BD 2,032 thousand) of dividend income, which is of a seasonal nature.
- 3 Net interest income for the six months ended 30 June 2011 includes a gain on partial redemption of term borrowings of BD 290 thousand (six months ended 30 June 2010: BD 2,223 thousand).
- 4 At the Annual General Meeting held on 6 March 2011, the shareholders approved the following appropriations:

	31 December 2010	31 December 2009
	BD '000	BD '000
Dividend BD 0.025 per share (2009: BD 0.025 per share)	20,980	21,033
Transfer to general reserve	9,000	7,000
Donations	1,700	1,800
Directors' remuneration *	-	525
	31,680	30,358

* For the year ended 31 December 2010, the Bank has charged Director's remuneration of BD 525 thousand to the statement of income which is included in operating expenses.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Six months ended 30 June 2011 (Unaudited)

	Three mon	Six months ended		
	30-Jun-11	30-Jun-10	30-Jun-11	30-Jun-10
Profit for the period	11,375	10,911	23,109	23,419
Foreign exchange translation adjustments	634	(618)	1,494	(652)
Net movement in cumulative changes in fair values	(291)	(10,867)	(3,430)	(9,143)
Directors' remuneration and donations	-	-	(1,700)	(2,325)
Other comprehensive income for the period	343	(11,485)	(3,636)	(12,120)
Total Comprehensive income for the period	11,718	(574)	19,473	11,299
Attributable to:				
Shareholders of the Bank	11,701	(566)	19,448	11,303
Non-controlling interest	17	(8)	25	(4)
	44.740	(57.4)	40.470	11.000

CONSOLIDATED STATEMENT OF CASH FLOWS

Six months ended 30 June 2011 (Unaudited) BD '000s

	OIX IIIOIILI	is ended
	30-Jun-11	30-Jun-10
Net cash from operating activities	266,419	161,743
Net cash used in investing activities	(39,388)	(45,540)
Net cash used in financing activities	(145,711)	(32,536)
Foreign exchange translation adjustments	1,494	(652)
NET CHANGE IN CASH AND CASH EQUIVALENTS	82,814	83,015
Cash and cash equivalents at beginning of the period	507,863	475,190
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	590,677	558,205

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Six months ended 30 June 2011 (Unaudited) BD '000s

	Attributable to the shareholders of the Bank				controlling	Total equity	
	Share	Other	Retained	Proposed			
	capital	reserves	earnings	appropriations	Total		
Balance at 1 January 2011	85,135	100,197	23,249	31,680	240,261	281	240,542
Share - based payments	-	-	7	-	7	-	7
General reserve transfer - 2010	-	9,000	-	(9,000)	-	-	-
Dividend - 2010	-	-	-	(20,980)	(20,980)	-	(20,980)
Profit for the period	-	-	23,084	-	23,084	25	23,109
Other comprehensive income for the period	-	(1,936)	-	(1,700)	(3,636)	-	(3,636)
Total comprehensive income	-	(1,936)	23,084	(1,700)	19,448	25	19,473
Purchase of treasury stock	-	(490)	-	-	(490)	-	(490)
Balance at 30 June 2011	85,135	106,771	46,340	-	238,246	306	238,552
Balance at 1 January 2010	85,135	96,537	18,853	30,358	230,883	111	230,994
Share - based payments	-	-	281	-	281	-	281
General reserve transfer - 2009	-	7,000	-	(7,000)	-	-	-
Dividend - 2009	-	-	-	(21,033)	(21,033)	-	(21,033)
Profit for the period	-	-	23,423	-	23,423	(4)	23,419
Other comprehensive income for the period	-	(9,795)	-	(2,325)	(12,120)	-	(12,120)
Total comprehensive income	-	(9,795)	23,423	(2,325)	11,303	(4)	11,299
Additional capital in subsidiaries- non- controlling interest	-	-	-	_	_	163	163
Balance at 30 June 2010	85 135	03 7/12	12 557		221 /3/	270	221 704

SEGMENTAL INFORMATION

BD '000s

30 June 2011	Retail banking	Corporate banking	International banking	treasury and other activities	Total
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
Income from 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

30 June 2010	Retail banking	Corporate banking	International banking	treasury and other activities	Total
Operating income before share of profit of associated companies and joint venture	14.547	9.696	23.260	15.299	62,802
		-,			
Segment result	5,119	2,172	8,724	5,626	21,641
Income from associated companies and joint venture					1,778
Profit for the period					23,419
Loss attributable to non-controlling interest					4
Profit attributable to the shareholders of the Bank					23,423

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 2011 which was reviewed by Ernst & Young

Murad Ali Murad	Sh Mohammed bin Isa AL Khalifa	Abdulkarim Ahmed Bucheery
Chairman	Deputy Chairman	Chief Executive

Above information available on www.bbkonline.com

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