



BAHRAIN MIDDLE EAST BANK B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

30 September 2015 (Reviewed)	Reviewed 30 September 2015 US\$ '000	Audited 31 December 2014 US\$ '000
ASSETS		
Balances with banks and financial institutions	7,492	13,139
Placements with financial institutions	8,582	30,469
Investments at fair value through profit or loss	460	588
Loans and advances	142,132	117,014
Available-for-sale investments	9,869	8,794
Held-to-maturity investments	220	227
Other assets	3,014	2,613
TOTAL ASSETS	171,769	172,844
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial institutions	125,219	124,778
Deposits from customers	9,638	15,027
Other liabilities	1,512	2,035
Total liabilities	136,369	141,840
EQUITY		
Share capital	60,501	60,501
Accumulated losses	(26,623)	(31,633)
Fair value reserve	1,522	2,136
Total equity	35,400	31,004
TOTAL LIABILITIES AND EQUITY	171,769	172,844

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the nine-month period ended 30 September 2015 (Reviewed)	Share capital US\$ '000	Accumulated losses US\$ '000	Fair value reserve US\$ '000	Total equity US\$ '000
Balance at 1 January 2015	60,501	(31,633)	2,136	31,004
Total comprehensive income (loss) for the period	-	5,010	(614)	4,396
Balance at 30 September 2015	60,501	(26,623)	1,522	35,400
Balance at 1 January 2014	60,501	(36,157)	4,352	28,696
Total comprehensive income (loss) for the period	-	3,255	(949)	2,306
Balance at 30 September 2014	60,501	(32,902)	3,403	31,002

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the nine-month period ended 30 September 2015 (Reviewed)	Three-month period ended 30 September		Nine-month period ended 30 September	
	2015 US\$ '000	2014 US\$ '000	2015 US\$ '000	2014 US\$ '000
OPERATING INCOME				
Interest income	2,987	2,502	8,451	7,212
Interest expense	(403)	(314)	(1,144)	(885)
Net interest income	2,584	2,188	7,307	6,327
Investment banking income	551	371	1,324	2,281
Other income	83	60	256	168
Foreign exchange gain (loss)	6	(14)	110	(72)
Total operating income	3,224	2,605	8,997	8,704
OPERATING EXPENSES				
Staff expenses	761	727	2,293	2,177
Premises expenses	90	97	276	352
Other operating expenses	226	299	761	1,090
Total operating expenses	1,077	1,123	3,330	3,619
NET PROFIT FOR THE PERIOD BEFORE IMPAIRMENT PROVISIONS	2,147	1,482	5,667	5,085
Impairment provisions - net	(349)	(599)	(657)	(1,830)
NET PROFIT FOR THE PERIOD	1,798	883	5,010	3,255
BASIC AND DILUTED EARNINGS PER SHARE (IN US\$ CENTS)				
	0.74	0.36	2.07	1.35

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the nine-month period ended 30 September 2015 (Reviewed)	Three-month period ended 30 September		Nine-month period ended 30 September	
	2015 US\$ '000	2014 US\$ '000	2015 US\$ '000	2014 US\$ '000
NET PROFIT FOR THE PERIOD	1,798	883	5,010	3,255
Other comprehensive (loss) income:				
Other comprehensive (loss) income to be reclassified to profit or loss in subsequent periods:				
Fair value reserves (available-for-sale investments):				
Net amount transferred to statement of income on sale/impairment	(469)	(264)	(695)	(1,743)
Net changes in fair value during the period	305	(62)	81	794
Total other comprehensive loss for the period	(164)	(326)	(614)	(949)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,634	557	4,396	2,306

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the nine-month period ended 30 September 2015 (Reviewed)	Nine-month period ended 30 September	
	2015 US\$ '000	2014 US\$ '000
OPERATING ACTIVITIES		
Net profit for the period	5,010	3,255
Adjustments for:		
Impairment provisions - net	657	1,830
Depreciation and amortisation	38	57
Changes in operating assets and liabilities:		
Placements with financial institutions	3,000	5,750
Investments at fair value through profit or loss	128	(169)
Loans and advances	(24,767)	(19,246)
Available-for-sale investments	(2,697)	1,462
Held-to-maturity investments	7	4,393
Other assets	(439)	120
Deposits from financial institutions	441	(120)
Deposits from customers	(5,389)	2,730
Other liabilities	(523)	391
Net cash (used in) from operating activities	(24,534)	453
FINANCING ACTIVITY		
Repayment of borrowings	-	(5,000)
Net cash used in financing activity	-	(5,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(24,534)	(4,547)
Cash and cash equivalents at 1 January	40,608	37,972
CASH AND CASH EQUIVALENTS AT 30 SEPTEMBER	16,074	33,425
CASH AND CASH EQUIVALENTS COMPRISE:		
Balances with banks and financial institutions	7,492	9,383
Placements with financial institutions with original maturities of three months or less	8,582	24,042
	16,074	33,425

These Interim condensed consolidated financial statements were approved by the Board of Directors on 29 October 2015 and signed on its behalf by:

Wilson S Benjamin
Chairman

Sheikh Abdullah A.K.A.I Sabah
Vice Chairman

Ritchie Skelding
Chief Executive Officer

These interim condensed consolidated financial statements were extracted from reviewed interim condensed consolidated financial statements on which Ernst & Young issued an unqualified review report. Please refer to interim condensed consolidated financial statements available on the Bank's website: www.bmb.com.bh Bahrain Middle East Bank B.S.C. is licensed as conventional wholesale bank by the Central Bank of Bahrain.