



BAHRAIN MIDDLE EAST BANK B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2015 (Reviewed)

	Reviewed 31 March 2015 US\$ '000	Audited 31 December 2014 US\$ '000
ASSETS		
Balances with banks and financial institutions	9,940	13,139
Placements with financial institutions	21,308	30,469
Investments at fair value through profit or loss	571	588
Loans and advances	129,867	117,014
Available-for-sale investments	7,915	8,794
Held-to-maturity investments	215	227
Other assets	2,657	2,613
TOTAL ASSETS	172,473	172,844
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial institutions	124,249	124,778
Deposits from customers	14,245	15,027
Other liabilities	1,914	2,035
Total liabilities	140,408	141,840
EQUITY		
Share capital	60,501	60,501
Accumulated losses	(30,230)	(31,633)
Fair value reserve	1,794	2,136
Total equity	32,065	31,004
TOTAL LIABILITIES AND EQUITY	172,473	172,844

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 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	-	1,403	(342)	1,061
Balance at 31 March 2015	60,501	(30,230)	1,794	32,065
Balance at 1 January 2014	60,501	(36,157)	4,352	28,696
Total comprehensive income for the period	-	1,523	62	1,585
Balance at 31 March 2014	60,501	(34,634)	4,414	30,281

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three-month period ended 31 March 2015 (Reviewed)

	Three-month period ended 31 March	
	2015 US\$ '000	2014 US\$ '000
OPERATING INCOME		
Interest income	2,652	2,315
Interest expense	(336)	(262)
Net interest income	2,316	2,053
Investment banking income	284	929
Other income	93	55
Foreign exchange gain (loss)	81	(5)
Total operating income	2,774	3,032
OPERATING EXPENSES		
Staff expenses	772	718
Premises expenses	88	112
Other operating expenses	306	512
Total operating expenses	1,166	1,342
NET PROFIT FOR THE PERIOD BEFORE IMPAIRMENT PROVISIONS	1,608	1,690
Impairment provisions - net	(205)	(167)
NET PROFIT FOR THE PERIOD	1,403	1,523
BASIC AND DILUTED EARNINGS PER SHARE (IN US\$ CENTS)	0.58	0.63

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three-month period ended 31 March 2015 (Reviewed)

	Three-month period ended 31 March	
	2015 US\$ '000	2014 US\$ '000
NET PROFIT FOR THE PERIOD	1,403	1,523
Other comprehensive (loss) income:		
Other comprehensive 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	(27)	(459)
Net changes in fair value during the period	(315)	521
Total other comprehensive (loss) income for the period	(342)	62
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,061	1,585

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2015 (Reviewed)

	Three-month period ended 31 March	
	2015 US\$ '000	2014 US\$ '000
OPERATING ACTIVITIES		
Net profit for the period	1,403	1,523
Adjustments for:		
Impairment provisions - net	205	167
Depreciation and amortisation	11	19
Changes in operating assets and liabilities:		
Placements with financial institutions	-	748
Investments at fair value through profit or loss	17	73
Loans and advances	(12,700)	(10,204)
Available-for-sale investments	179	44
Held-to-maturity investments	12	(3,036)
Other assets	(55)	(168)
Deposits from financial institutions	(529)	56
Deposits from customers	(782)	(517)
Other liabilities	(121)	196
Net cash used in operating activities	(12,360)	(11,099)
FINANCING ACTIVITY		
Repayment of borrowings	-	(3,000)
Net cash used in financing activity	-	(3,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(12,360)	(14,099)
Cash and cash equivalents at 1 January	40,608	37,972
CASH AND CASH EQUIVALENTS AT 31 MARCH	28,248	23,873
CASH AND CASH EQUIVALENTS COMPRISE:		
Balances with banks and financial institutions	9,940	4,415
Placements with financial institutions with original maturities of three months or less	18,308	19,458
Total	28,248	23,873

These Interim consolidated financial statements were approved by the Board of Directors on 5 May 2015 and signed on its behalf by:

Wilson S Benjamin
Chairman

Sheikh Abdullah A.K Al Sabah
Vice Chairman

Ritchie Skelding
Chief Executive Officer

These interim consolidated financial statements were extracted from reviewed interim consolidated financial Statements on which Ernst and Young issued an unqualified review report. Please refer to 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