



**BAHRAIN
MIDDLE EAST
BANK**
Bank B.S.C. (b.h.)

**REPORT OF THE BOARD OF DIRECTORS AND CHIEF
EXECUTIVE OFFICER, INDEPENDENT AUDITOR'S REPORT
AND CONSOLIDATED FINANCIAL STATEMENTS**
At 31 December 2025

Consolidated Statement of Financial Position
At 31 December 2025

	2025 US\$ '000	2024 US\$ '000
ASSETS		
Balances with banks and financial institutions	159	185
Placements with financial institutions	978	1,309
Investment securities	4,162	4,162
Loans and advances	-	-
Exposures to related parties	-	-
Investment property	-	1,129
Other assets	5	25
TOTAL ASSETS	5,304	6,810
LIABILITIES AND EQUITY		
LIABILITIES		
Due to financial institutions	127,737	127,374
Due to customers	1,081	1,176
Other liabilities	2,286	2,366
Total liabilities	131,104	130,916
EQUITY		
Share capital	100,000	100,000
Accumulated losses	(225,800)	(224,106)
Total equity	(125,800)	(124,106)
TOTAL LIABILITIES AND EQUITY	5,304	6,810

Consolidated Statement of Comprehensive Income
For the year ended 31 December 2025

	2024 US\$ '000	2023 US\$ '000
OPERATING INCOME		
Interest income	258	402
Interest expense	(1)	(2)
Net interest income	257	400
Other income	30	155
Gain / loss on sale of investment properties	64	(3)
Foreign exchange (loss) / gain	(537)	341
Total operating income	(186)	893
OPERATING EXPENSES		
Staff expenses	730	790
General and administrative expenses	779	723
Total operating expenses	1,509	1,513
NET LOSS BEFORE ALLOWANCE FOR EXPECTED CREDIT LOSS	(1,695)	(620)
Reversal for allowance for expected credit losses	1	8
NET LOSS AND OTHER COMPREHENSIVE LOSS FOR THE YEAR	(1,694)	(612)
BASIC AND DILUTED EARNINGS PER SHARE (IN US\$ CENTS)	(0.42)	(0.15)

Consolidated Statement of Cash Flows
For the year ended 31 December 2025

	2025 US\$ '000	2024 US\$ '000
OPERATING ACTIVITIES		
Net loss for the year	(1,694)	(612)
Adjustments for:		
Depreciation and amortisation	-	2
Foreign exchange loss / (gain)	537	(341)
(Gain) / Loss on sale of investment properties	(64)	3
Changes in operating assets and liabilities:		
Other assets	20	47
Due to customers	(95)	(12)
Other liabilities	(254)	(91)
Net cash used in operating activities	(1,550)	(1,004)
INVESTING ACTIVITIES		
Proceeds from disposal of investment property	1,193	1,362
Net cash flows used in investing activities	1,193	1,362
NET CHANGE IN CASH AND CASH EQUIVALENTS	(357)	358
Cash and cash equivalents at 1 January	1,494	1,136
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	1,137	1,494
CASH AND CASH EQUIVALENTS COMPRISE:		
Balances with banks and financial institutions	159	185
Placements with financial institutions with original maturities of three months or less	978	1,309
TOTAL	1,137	1,494

Consolidated Statement of Changes in Equity
For the year ended 31 December 2025

	Share capital US\$ '000	Accumulated losses US\$ '000	Total equity US\$ '000
Balance at 1 January 2024	100,000	(223,494)	(123,494)
Net loss and total comprehensive loss for the year	-	(612)	(612)
Balance at 31 December 2024	100,000	(224,106)	(124,106)
Net loss and total comprehensive loss for the year	-	(612)	(612)
Balance at 31 December 2025	100,000	(225,800)	(125,800)

These condensed statements have been extracted from the Consolidated Financial Statements as at 31 December 2025, which were reviewed by Ernst and Young, and approved by the Board of Directors on 16 February 2026.

For more information, please refer to consolidated financial statements available on the Bank's website: www.bmb.com.bh

Khalifa Bin Duaij Bin Khalifa AlKhalifa
Chairman

Emad Yousef Al Monayea
Vice Chairman

Abdulla Mohamed Dawood
Chief Executive Officer