



BAHRAIN MIDDLE EAST BANK B.S.C.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 31 December 2015	2015 US\$ '000	2014 US\$ '000
ASSETS		
Balances with banks and financial institutions	28,373	13,139
Placements with financial institutions	19,998	30,469
Investments at fair value through profit or loss	161	588
Loans and advances	110,705	117,014
Available-for-sale investments	9,530	8,794
Held-to-maturity investments	216	227
Other assets	2,889	2,613
TOTAL ASSETS	171,872	172,844
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial institutions	125,098	124,778
Deposits from customers	8,726	15,027
Other liabilities	2,786	2,035
Total liabilities	136,610	141,840
EQUITY		
Share capital	60,501	60,501
Accumulated losses	(26,554)	(31,633)
Fair value reserve	1,315	2,136
Total equity	35,262	31,004
TOTAL LIABILITIES AND EQUITY	171,872	172,844

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2015	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 year	-	5,079	(821)	4,258
Balance at 31 December 2015	60,501	(26,554)	1,315	35,262
Balance at 1 January 2014	60,501	(36,157)	4,352	28,696
Total comprehensive income (loss) for the year	-	4,524	(2,216)	2,308
Balance at 31 December 2014	60,501	(31,633)	2,136	31,004

CONSOLIDATED STATEMENT OF INCOME

For the year ended 31 December 2015	2015 US\$ '000	2014 US\$ '000
OPERATING INCOME		
Interest income	11,417	9,813
Interest expense	(1,487)	(1,207)
Net interest income	9,930	8,606
Investment banking income	2,170	3,466
Other income	345	207
Foreign exchange gain (loss)	121	(48)
Total operating income	12,566	12,231
OPERATING EXPENSES		
Staff expenses	3,977	3,125
Premises expenses	389	524
Other operating expenses	1,122	1,570
Total operating expenses	5,488	5,219
NET PROFIT FOR THE YEAR BEFORE IMPAIRMENT PROVISIONS	7,078	7,012
Impairment provisions - net	(1,999)	(2,488)
NET PROFIT FOR THE YEAR	5,079	4,524
BASIC AND DILUTED EARNINGS PER SHARE (IN US\$ CENTS)	2.10	1.87

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2015	2015 US\$ '000	2014 US\$ '000
NET PROFIT FOR THE YEAR	5,079	4,524
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	(707)	(3,201)
Net changes in fair value during the year	(114)	985
Total other comprehensive loss for the year	(821)	(2,216)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	4,258	2,308

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2015	2015 US\$ '000	2014 US\$ '000
OPERATING ACTIVITIES		
Net profit for the year	5,079	4,524
Adjustments for:		
Impairment provisions - net	1,999	2,488
Depreciation and amortisation	50	122
Changes in operating assets and liabilities:		
Placements with financial institutions	3,000	5,750
Investments at fair value through profit or loss	427	(179)
Loans and advances	5,363	(20,051)
Available-for-sale investments	(2,610)	4,717
Held-to-maturity investments	11	4,401
Other assets	(234)	(112)
Deposits from financial institutions	320	(173)
Deposits from customers	(6,301)	4,831
Other liabilities	751	1,377
Net cash from operating activities	7,855	7,695
INVESTING ACTIVITY		
Purchase of furniture and equipment	(92)	(59)
Net cash used in investing activity	(92)	(59)
FINANCING ACTIVITY		
Repayment of borrowings	-	(5,000)
Net cash used in financing activity	-	(5,000)
NET CHANGE IN CASH AND CASH EQUIVALENTS	7,763	2,636
Cash and cash equivalents at 1 January	40,608	37,972
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	48,371	40,608
CASH AND CASH EQUIVALENTS COMPRISE:		
Balances with banks and financial institutions	28,373	13,139
Placements with financial institutions with original maturities of three months or less	19,998	27,469
Total	48,371	40,608

These condensed consolidated financial statements were approved by the Board of Directors on 10 February 2016 and signed on its behalf by:

Wilson S Benjamin Chairman	Sheikh Abdullah A.K Al Sabah Vice Chairman	Ritchie Skelding Chief Executive Officer
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These condensed consolidated financial statements were extracted from the audited consolidated financial statements on which Ernst and Young issued an unqualified audit 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