



BAHRAIN MIDDLE EAST BANK B.S.C.

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

31 March 2016 (Reviewed)

	Reviewed 31 March 2016 US\$ '000	Audited 31 December 2015 US\$ '000
ASSETS		
Balances with banks and financial institutions	14,822	28,373
Placements with financial institutions	23,930	19,998
Investments at fair value through profit or loss	1,468	161
Loans and advances	119,454	110,705
Available-for-sale investments	8,811	9,530
Held-to-maturity investments	209	216
Other assets	2,985	2,889
TOTAL ASSETS	171,679	171,872
LIABILITIES AND EQUITY		
LIABILITIES		
Deposits from financial institutions	125,340	125,098
Deposits from customers	7,630	8,726
Other liabilities	2,438	2,786
Total liabilities	135,408	136,610
EQUITY		
Share capital	60,501	60,501
Accumulated losses	(25,067)	(26,554)
Fair value reserve	837	1,315
Total equity	36,271	35,262
TOTAL LIABILITIES AND EQUITY	171,679	171,872

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the three-month period ended 31 March 2016 (Reviewed)

	Share capital US\$ '000	Accumulated losses US\$ '000	Fair value reserve US\$ '000	Total equity US\$ '000
Balance at 1 January 2016	60,501	(26,554)	1,315	35,262
Total comprehensive income (loss) for the period	-	1,487	(478)	1,009
Balance at 31 March 2016	60,501	(25,067)	837	36,271
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

INTERIM CONSOLIDATED STATEMENT OF INCOME

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March	
	2016 US\$ '000	2015 US\$ '000
OPERATING INCOME		
Interest income	2,572	2,652
Interest expense	(339)	(336)
Net interest income	2,233	2,316
Investment banking income	419	284
Other income	82	93
Foreign exchange (loss) gain	(8)	81
Total operating income	2,726	2,774
OPERATING EXPENSES		
Staff expenses	777	772
Premises expenses	85	88
Other operating expenses	244	306
Total operating expenses	1,106	1,166
NET PROFIT FOR THE PERIOD BEFORE IMPAIRMENT PROVISIONS	1,620	1,608
Impairment provisions - net	(133)	(205)
NET PROFIT FOR THE PERIOD	1,487	1,403
BASIC AND DILUTED EARNINGS PER SHARE (IN US\$ CENTS)	0.61	0.58

INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March	
	2016 US\$ '000	2015 US\$ '000
NET PROFIT FOR THE PERIOD	1,487	1,403
Other comprehensive loss:		
Other comprehensive loss 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	(29)	(27)
Net changes in fair value during the period	(449)	(315)
Total other comprehensive loss for the period	(478)	(342)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	1,009	1,061

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the three-month period ended 31 March 2016 (Reviewed)

	Three-month period ended 31 March	
	2016 US\$ '000	2015 US\$ '000
OPERATING ACTIVITIES		
Net profit for the period	1,487	1,403
Adjustments for:		
Impairment provisions - net	133	205
Depreciation and amortisation	14	11
Changes in operating assets and liabilities:		
Investments at fair value through profit or loss	(1,307)	17
Loans and advances	(8,749)	(12,700)
Available-for-sale investments	108	179
Held-to-maturity investments	7	12
Other assets	(110)	(55)
Deposits from financial institutions	242	(529)
Deposits from customers	(1,096)	(782)
Other liabilities	(348)	(121)
Net cash used in operating activities	(9,619)	(12,360)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(9,619)	(12,360)
Cash and cash equivalents at 1 January	48,371	40,608
CASH AND CASH EQUIVALENTS AT 31 MARCH	38,752	28,248
CASH AND CASH EQUIVALENTS COMPRISE:		
Balances with banks and financial institutions	14,822	9,940
Placements with financial institutions with original maturities of three months or less	23,930	18,308
Total	38,752	28,248

These Interim condensed consolidated financial statements were approved by the Board of Directors on 12 May 2016 and signed on its behalf by:

Wilson S Benjamin
Chairman

Ebrahim Bu Hendi
Director

Ritchie Skelding
Chief Executive Officer

These interim condensed consolidated financial statements were extracted from reviewed interim condensed consolidated financial statements on which Ernst and 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.